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Senate Engrossed

State of Arizona
Senate
Forty-seventh Legislature
First Regular Session
2005

SENATE BILL 1513

AN ACT

MAKING APPROPRIATIONS FOR THE DIFFERENT DEPARTMENTS OF THE STATE, FOR STATE INSTITUTIONS AND FOR PUBLIC SCHOOLS; PROVIDING FOR CERTAIN REPORTING REQUIREMENTS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Subject to applicable laws, the sums or sources of revenue
3 set forth in this act are appropriated for the fiscal years indicated and
4 from the funding sources listed for the purposes and objects specified and
5 the performance measures are indicated as legislative intent.

6 Sec. 2. BOARD OF ACCOUNTANCY

	<u>2005-06</u>	<u>2006-07</u>
7 FTE positions	13.0	13.0
8 Lump sum appropriation	\$ 2,152,200**	\$ 2,154,600
9 Fund sources:		
10 Board of accountancy fund	\$ 2,152,200	\$ 2,154,600
11 Performance measures:		
12 Average calendar days to resolve a complaint	160	160
13 Average calendar days to renew a license	1.0	1.0
14 Customer satisfaction rating (Scale 1-8)	7.0	7.0

16 Sec. 3. ACUPUNCTURE BOARD OF EXAMINERS

	<u>2005-06</u>	<u>2006-07</u>
17 FTE positions	1.0	1.0
18 Lump sum appropriation	\$ 97,500**	\$ 97,600
19 Fund sources:		
20 Acupuncture board of examiners		
21 fund	\$ 97,500	\$ 97,600
22 Performance measures:		
23 Average calendar days to resolve a complaint	90	90
24 Average calendar days to renew a license	5	5
25 Customer satisfaction rating (Scale 1-8)	7.0	7.0

27 Sec. 4. DEPARTMENT OF ADMINISTRATION

	<u>2005-06</u>
28 <u>State general fund</u>	
29 FTE positions	301.3
30 Operating lump sum appropriation	\$ 18,031,400
31 ENSCO	5,310,300
32 Arizona financial information	
33 system	<u>939,800</u>
34 Total - general fund	\$ 24,281,500
35 Performance measures:	
36 Per cent of ADOA services receiving a good	
37 (6) or better rating from customers,	
38 based on annual survey (Scale 1-8)	75
39 Average cycle time for requests for	
40 proposal (RFP) (in days)	40.0
41 Customer satisfaction with establishing	
42 and administering contracts (Scale 1-8)	6.1

1 Customer satisfaction rating for the
2 operation of AFIS (Scale 1-8) 6.5
3 Average capitol police response time to
4 emergency calls (in minutes and seconds) 1:40
5 The department may collect an amount of not to exceed \$1,762,600 from
6 other funding sources, excluding federal funds, to recover pro rata costs of
7 operating AFIS II. Any amounts left unspent from the Arizona financial
8 information system special line item shall revert to the state general fund.
9 Air quality fund
10 Lump sum appropriation \$ 574,100
11 Performance measures:
12 Customer satisfaction with all travel reduction
13 services (Scale 1-8) 6.5
14 The amounts appropriated for the state employee transportation service
15 subsidy shall be used for up to a one hundred per cent subsidy of charges
16 payable for transportation service expenses as provided in section 41-786,
17 Arizona Revised Statutes, of nonuniversity state employees in a vehicle
18 emissions control area as defined in section 49-541, Arizona Revised
19 Statutes, of a county with a population of more than four hundred thousand
20 persons.
21 Capital outlay stabilization fund
22 FTE positions 56.7
23 Operating lump sum appropriation \$ 5,111,000
24 Utilities 5,733,800
25 Relocation 60,000
26 Total - capital outlay stabilization
27 fund \$ 10,904,800
28 Performance measures:
29 Customer satisfaction rating for building
30 maintenance (Scale 1-8) 6.5
31 Monies in the relocation special line item are exempt from the
32 provisions of section 35-190, Arizona Revised Statutes, relating to lapsing
33 of appropriations until December 31, 2006.
34 Corrections fund
35 FTE positions 9.3
36 Lump sum appropriation \$ 645,500
37 It is the intent of the legislature that the amount appropriated from
38 the corrections fund be expended solely for the oversight of construction
39 projects benefiting the state department of corrections or the department of
40 juvenile corrections.
41 Motor vehicle pool revolving fund
42 FTE positions 19.0
43 Lump sum appropriation \$ 11,619,300

1 Performance measures:

2 Customer satisfaction with short-term (day use)

3 vehicle rental (Scale 1-8) 7.7

4 It is the intent of the legislature that the department not replace
5 vehicles until an average of six years and 120,000 miles, or later.

6 Telecommunications fund

7 FTE positions 22.0

8 Lump sum appropriation \$ 2,059,200

9 Performance measures:

10 Customer satisfaction rating for the wide area

11 network (MAGNET) (Scale 1-8) 7.5

12 Customer satisfaction rating for statewide

13 telecommunications management contract

14 services (Scale 1-8) 7.0

15 The appropriation for the telecommunications fund is an estimate
16 representing all monies, including balance forward, revenue and transfers
17 during fiscal year 2005-2006. These monies are appropriated to the
18 department of administration for the purposes established in section 41-713,
19 Arizona Revised Statutes. The appropriation shall be adjusted as necessary
20 to reflect receipts credited to the telecommunications fund for
21 telecommunications program office projects. Expenditures above \$2,059,200
22 for all additional telecommunications program office projects shall be
23 subject to review by the joint legislative budget committee, following
24 approval of the government information technology agency. Expenditures for
25 each additional project shall not exceed the specific revenues of that
26 project.

27 Automation operations fund

28 FTE positions 158.4

29 Lump sum appropriation \$ 23,317,300

30 Performance measures:

31 Customer satisfaction rating for mainframe

32 services based on annual survey (Scale 1-8) 7.8

33 The appropriation for the automation operations fund is an estimate
34 representing all monies, including balance forward, revenue and transfers
35 during fiscal year 2005-2006. These monies are appropriated to the
36 department of administration for the purposes established in section 41-711,
37 Arizona Revised Statutes. The appropriation shall be adjusted as necessary
38 to reflect receipts credited to the automation operations fund for automation
39 operation center projects. Expenditures for all additional automation
40 operation center projects shall be subject to review by the joint legislative
41 budget committee, following approval of the government information technology
42 agency. Expenditures for each additional project shall not exceed the
43 specific revenues of that project.

1	<u>Risk management fund</u>	
2	FTE positions	96.0
3	Operating lump sum appropriation	\$ 7,200,500
4	Risk management losses and premiums	43,686,700
5	Workers' compensation losses and	
6	premiums	24,587,500
7	External legal services	5,085,800
8	Nonlegal related expenditures	<u>2,877,200</u>
9	Total - risk management fund	\$ 83,437,700
10	Performance measures:	
11	Workers' compensation incidence rates/100	
12	FTE positions	5.0
13	Customer satisfaction with self-insurance	
14	(Scale 1-8)	6.8
15	<u>Personnel division fund</u>	
16	FTE positions	139.0
17	Operating lump sum appropriation	\$ 11,826,500
18	Human resources information solution	
19	certificate of participation	<u>2,838,600</u>
20	Total - personnel division fund	\$ 14,665,100
21	Performance measures:	
22	Customer satisfaction with employee training	
23	(Scale 1-8)	6.1
24	<u>Special employee health insurance</u>	
25	<u>trust fund</u>	
26	FTE positions	36.0
27	Lump sum appropriation	\$ 4,830,100
28	Performance measures:	
29	Customer satisfaction with benefit plans	
30	(Scale 1-8)	6.2
31	<u>State surplus materials revolving</u>	
32	<u>fund</u>	
33	FTE positions	16.0
34	Operating lump sum appropriation	\$ 1,129,000
35	State surplus property sales	
36	proceeds	<u>3,000,000</u>
37	Total - state surplus materials	
38	revolving fund	\$ 4,129,000
39	All state surplus property sales proceeds received by the department in	
40	excess of \$3,000,000 are appropriated. Before the expenditure of any state	
41	surplus property sales proceeds in excess of \$3,000,000, the department shall	
42	report the intended use of the monies to the joint legislative budget	
43	committee.	

1	<u>Federal surplus materials revolving</u>		
2	<u>fund</u>		
3	FTE positions	7.0	
4	Lump sum appropriation	\$ 387,000	
5	Total appropriation - department of		
6	administration	\$180,850,600	
7	Fund sources:		
8	State general fund	\$ 24,281,500	
9	Other appropriated funds	156,569,100	
10	Sec. 5. OFFICE OF ADMINISTRATIVE HEARINGS		
11		<u>2005-06</u>	<u>2006-07</u>
12	FTE positions	15.0	15.0
13	Lump sum appropriation	\$ 1,118,100	\$ 1,118,100
14	Fund sources:		
15	State general fund	\$ 1,104,200	\$ 1,104,200
16	AHCCCS donations fund	13,900	13,900
17	Performance measures:		
18	Average days from request for hearing to		
19	transmission of decision to the agency	70	70
20	Evaluations rating the administrative law		
21	judge "excellent" or "good" in impartiality	97	97
22	The office of administrative hearings shall enter into interagency		
23	service agreements to provide services pursuant to title 41, chapter 6,		
24	article 10, Arizona Revised Statutes.		
25	Sec. 6. DEPARTMENT OF AGRICULTURE		
26		<u>2005-06</u>	<u>2006-07</u>
27	FTE positions	234.2	234.2
28	Operating lump sum appropriation	\$ 12,850,600	\$ 12,850,600
29	Agricultural employment relations		
30	board	23,300	23,300
31	Animal damage control	65,000	65,000
32	Red imported fire ant	<u>23,200</u>	<u>23,200</u>
33	Total appropriation - department of		
34	agriculture	\$ 12,962,100	\$ 12,962,100
35	Fund sources:		
36	State general fund	\$ 10,224,300	\$ 10,224,300
37	Aquaculture fund	9,200	9,200
38	Arizona protected native plant fund	162,100	162,100
39	Citrus, fruit and vegetable		
40	revolving fund	920,700	920,700
41	Commercial feed fund	270,200	270,200

1	Agricultural consulting and		
2	training fund	64,500	64,500
3	Dangerous plants, pests and		
4	diseases fund	21,400	21,400
5	Egg inspection fund	646,200	646,200
6	Fertilizer materials fund	267,300	267,300
7	Livestock custody fund	79,400	79,400
8	Pesticide fund	247,000	247,000
9	Seed law fund	49,800	49,800
10	Performance measures:		
11	Per cent of industry stakeholders rating		
12	the department's quality of communication		
13	excellent or good	95	95
14	Per cent of meat and poultry product tests		
15	in compliance with bacteria, drug and		
16	chemical residue requirements	100	100
17	Per cent of inspections within the state		
18	interior resulting in pest interceptions	32.0	32.0
19	Overall customer satisfaction rating for		
20	laboratory services (per cent)	98	98
21	Sec. 7. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM		
22		<u>2005-06</u>	
23	<u>Administration</u>		
24	FTE positions	3,096.8	
25	Operating lump sum appropriation	\$ 61,234,800	
26	DOA data center charges	5,717,500	
27	Indian advisory council	205,300	
28	DES eligibility	45,637,900	
29	DES title XIX pass-through	317,000	
30	Healthcare group administration		
31	and reinsurance	3,530,500	
32	Office of administrative hearings	195,300	
33	KidsCare - administration	8,249,200	
34	Proposition 204 - AHCCCS		
35	administration	9,944,400	
36	Proposition 204 - pass-through		
37	administration	33,166,300	
38	Medicare clawback payments	<u>- 0 -</u>	
39	Total appropriation and expenditure		
40	authority - administration	\$ 168,198,200	

1	Fund sources:	
2	State general fund	\$ 72,251,000
3	Children's health insurance	
4	program fund	6,384,600
5	Budget neutrality compliance	
6	fund	2,395,400
7	Health care group fund	3,530,500
8	Expenditure authority	83,636,700
9	Performance measures:	
10	Per cent of applications processed on time	95
11	Customer satisfaction rating for eligibility	
12	determination clients (Scale 1-8)	6.0

13 It is the intent of the legislature that the appropriation for the
 14 department of administration data center charges be used only for the payment
 15 of charges incurred by the department for the use of computing services
 16 provided by the department of administration data center.

17 The amounts appropriated for the department of economic security
 18 eligibility special line item shall be used for intergovernmental agreements
 19 with the department of economic security for the purpose of eligibility
 20 determination and other functions. The general fund share may be used for
 21 eligibility determination for other programs administered by the division of
 22 benefits and medical eligibility based on the results of the Arizona random
 23 moment sampling survey.

24 The Arizona health care cost containment system administration shall
 25 report to the joint legislative budget committee by January 1 of each year on
 26 the agency's use of the cost savings that results from entering into an
 27 agreement with another state as outlined in Laws 1999, chapter 313, section
 28 27. The report shall also include detail on the source of all revenues and
 29 expenditure of monies from the intergovernmental service fund.

30 The Arizona health care cost containment system shall report by
 31 September 30 of each year to the joint legislative budget committee on the
 32 services that receive reimbursement from the federal government under the
 33 medicaid in public school initiative. The report shall include information
 34 on the type of services, how those services meet the definition of medical
 35 necessity and the total amount of federal dollars that the schools have
 36 received under the medicaid in public school initiative.

37 The Arizona health care cost containment system shall transfer any
 38 savings from the implementation of a federal program providing prescription
 39 drug benefits to persons otherwise eligible for AHCCCS to the medicare
 40 clawback payments line item to make the required payments to the federal
 41 government. Before the expenditure of monies for medicare clawback payments,
 42 the Arizona health care cost containment system shall report its expenditure
 43 plan to the joint legislative budget committee for review. The report shall
 44 also include information on the calculation of the clawback payment amounts
 45 as well as estimates of the savings from the acute care and Arizona long-term
 46 care system programs that are being used to make the payments to medicare.

1	<u>Acute care</u>	
2	Capitation	\$1,695,611,500
3	Reinsurance	93,259,400
4	Fee-for-service	436,340,400
5	Medicare premiums	70,549,900
6	Graduate medical education	21,820,000
7	Disproportionate share payments	122,191,500
8	Critical access hospitals	1,700,000
9	Breast and cervical cancer	732,300
10	Ticket to work	5,075,900
11	Proposition 204 - capitation	1,005,835,600
12	Proposition 204 - reinsurance	80,354,300
13	Proposition 204 - fee-for-service	139,160,100
14	Proposition 204 - medicare	
15	premiums	23,680,000
16	Proposition 204 - county hold	
17	harmless	4,825,600
18	KidsCare - children	84,746,600
19	KidsCare - parents	37,781,000
20	Rural hospital reimbursement	<u>12,158,100</u>
21	Total appropriation and expenditure	
22	authority - acute care	\$3,835,822,200
23	Fund sources:	
24	State general fund	\$ 853,210,800
25	Children's health insurance	
26	program fund	96,245,000
27	Tobacco tax and health care	
28	fund - medically needy	
29	account	79,128,800
30	Tobacco products tax fund -	
31	emergency health services	
32	account	27,922,900
33	Expenditure authority	2,779,314,700
34	Performance measures:	
35	Per cent of well child visits in the first	
36	15 months of life (EPSDT)	72
37	Per cent of children's access to primary	
38	care provider	85
39	Per cent of women receiving annual cervical	
40	screening	55
41	Member satisfaction as measured by	
42	percentage of enrollees that choose	
43	to change health plans	3.5

The fiscal year 2005-2006 disproportionate share payment of \$122,191,500 is based on the federal fiscal year 2005-2006 authorized expenditure level of \$81,843,900. If the final federal expenditure authorization is an amount different from the estimate, the governor shall direct the Arizona health care cost containment system administration, subject to the availability of monies and subject to review of the joint legislative budget committee, to proportionately adjust authorization amounts among the identified recipients of the disproportionate share hospital payment. Before the final payment, the governor shall provide notification to the president of the senate, the speaker of the house of representatives, the chairmen of the senate and house of representatives appropriations committees and the staff director of the joint legislative budget committee of the adjusted federal authorized expenditure level and the proposed distribution plan for these monies.

The appropriation for disproportionate share payments for fiscal year 2005-2006 made pursuant to section 36-2903.01, subsection P, Arizona Revised Statutes, includes \$67,568,900 for qualifying county operated hospitals, \$26,147,700 for private qualifying disproportionate share hospitals and \$28,474,900 for deposit in the Arizona state hospital fund.

Of the \$4,825,600 appropriated for the proposition 204 county hold harmless line, \$234,200 is allocated to Graham county, \$3,817,800 to Pima county, \$234,400 to Greenlee county, \$159,700 to La Paz county, \$214,800 to Santa Cruz county and \$164,700 to Yavapai county to offset a net loss in revenue due to the implementation of proposition 204, and shall be used for indigent health care costs.

Long-term care

Program lump sum appropriation	\$999,447,400
Board of nursing	<u>209,700</u>
Total appropriation and expenditure	
authority - long-term care	\$999,657,100
Fund sources:	
State general fund	\$107,156,600
Expenditure authority	892,500,500
Performance measures:	
Per cent of members utilizing home and	
community based services (HCBS)	65
Per cent of ALTCS eligibility as measured by	
quality control sample	97

Any federal funds that the Arizona health care cost containment system administration passes through to the department of economic security for use in long-term administration care for the developmentally disabled shall not count against the long-term care expenditure authority above.

Pursuant to section 11-292, subsection B, Arizona Revised Statutes, the county portion of the fiscal year 2005-2006 nonfederal portion of the costs of providing long-term care system services is \$218,738,100. This amount is included in the expenditure authority fund source.

Total appropriation and expenditure	
authority - Arizona health	
care cost containment system	\$5,003,677,500
Appropriated fund sources:	
State general fund	\$1,032,618,400
Children's health insurance	
program fund	102,629,600
Budget neutrality compliance fund	2,395,400
Health care group fund	3,530,500
Tobacco tax and health care	
fund - medically needy account	79,128,800
Tobacco products tax fund -	
emergency health services	
account	27,922,900
Expenditure authority	\$3,755,451,900

Performance measures:

Per cent of people under age 65 that
are uninsured

24

Before making fee-for-service program or rate changes that pertain to hospital, nursing facility or home and community based services rates or for any of the other fee-for-service rate categories that have increases that, in the aggregate, are two per cent above and \$1,500,000 from the state general fund greater than budgeted medical inflation in fiscal year 2005-2006, the Arizona health care cost containment system administration shall report its expenditure plan to the joint legislative budget committee for review.

Any savings realized due to the implementation of a federal program providing prescription drug benefits to persons otherwise eligible for AHCCCS benefits shall be transferred to the medicare clawback payments line item in the Arizona health care cost containment system administration cost center.

The Arizona health care cost containment system shall report to the joint legislative budget committee by March 1 of each year on the preliminary actuarial estimates of the capitation rate increases for the following fiscal year. Before implementation of any changes in capitation rates, the Arizona health care cost containment system administration shall report its expenditure plan to the joint legislative budget committee for review. Unless required for compliance with federal law, before the administration implements any changes in policy affecting the amount, sufficiency, duration and scope of health care services and who may provide services, the administration shall prepare a fiscal impact analysis on the potential effects of this change on the following year's capitation rates. If the fiscal analysis demonstrates that these changes will result in additional state costs of \$500,000 or greater for a given fiscal year, the

administration shall submit the policy changes to the joint legislative budget committee for review. The administration shall also report quarterly to the joint legislative budget committee itemizing all policy changes with fiscal impacts of less than \$500,000 in state costs.

Sec. 8. BOARD OF APPRAISAL

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	4.5	4.5
Lump sum appropriation	\$ 600,800**	\$ 536,300
Payment of fiscal year 2001-2002 expenses	<u>800</u>	<u>- 0 -</u>
Total appropriation - board of appraisal	\$ 601,600	\$ 536,300
Fund sources:		
Board of appraisal fund	\$ 601,600	\$ 536,300
Performance measures:		
Average calendar days to resolve a complaint	110	110
Customer satisfaction rating (Scale 1-8)	7.2	7.2

Sec. 9. ARIZONA COMMISSION ON THE ARTS

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	11.5	11.5
Operating lump sum appropriation	\$ 555,100	\$ 555,100
Community service projects	1,263,100	1,263,100
Arts endowment fund	<u>2,000,000</u>	<u>2,000,000</u>
Total appropriation - Arizona commission on the arts	\$ 3,818,200	\$ 3,818,200
Fund sources:		
State general fund	\$ 3,818,200	\$ 3,818,200
Performance measures:		
Customer satisfaction rating (Scale 1-8)	7.5	7.5

Sec. 10. ATTORNEY GENERAL - DEPARTMENT OF LAW

	<u>2005-06</u>
FTE positions	619.9
Operating lump sum appropriation	\$ 40,687,600
State grand jury	160,100
Victims' rights	3,211,200
Risk management interagency service agreement	<u>8,002,900</u>
Total appropriation - attorney general - department of law	\$ 52,061,800
Fund sources:	
State general fund	\$ 23,561,900
Antitrust enforcement revolving fund	196,500
Collection enforcement revolving fund	4,007,600
Consumer fraud revolving fund	2,615,800
Interagency service agreements	

1	fund	10,465,900
2	Risk management revolving fund	8,002,900
3	Victims' rights fund	3,211,200
4	Performance measures:	
5	Solicitor general - number of days to respond	
6	to a request for a legal opinion	70
7	Customer satisfaction rating for client	
8	agencies (Scale 1-8)	7.3

9 The \$160,100 appropriated for state grand jury expenses is for costs
 10 incurred pursuant to section 21-428, subsection C, Arizona Revised Statutes.
 11 It is the intent of the legislature that state grand jury expenses be limited
 12 to the amount appropriated and that a supplemental appropriation will not be
 13 provided.

14 The attorney general shall notify the president of the senate, the
 15 speaker of the house of representatives and the joint legislative budget
 16 committee before entering into a settlement of \$100,000 or more that will
 17 result in the receipt of monies by the attorney general or any other person.
 18 The attorney general shall not allocate or expend these monies until the
 19 joint legislative budget committee reviews the allocations or expenditures.
 20 Settlements that pursuant to statute must be deposited in the state general
 21 fund need not be reviewed by the joint legislative budget committee. This
 22 paragraph does not apply to actions under title 13, Arizona Revised Statutes,
 23 or other criminal matters.

24 In addition to the \$10,465,900 appropriated from the interagency
 25 service agreements fund, an additional \$800,000 and 11 FTE positions are
 26 appropriated from the interagency service agreements fund for new or expanded
 27 interagency service agreements. The attorney general shall report to the
 28 joint legislative budget committee whenever an interagency service agreement
 29 is established that will require expenditures from the additional amount.
 30 The report shall include the name of the agency or entity with which the
 31 agreement is made, the dollar amount of the contract by fiscal year and the
 32 number of associated FTE positions.

33 All revenues received by the antitrust enforcement revolving fund in
 34 excess of \$196,500 are appropriated. Expenditures from the fund may not
 35 exceed \$750,000 in fiscal year 2005-2006. Before the expenditure of any
 36 antitrust enforcement revolving fund receipts in excess of \$196,500 in fiscal
 37 year 2005-2006, the attorney general shall submit the intended uses of the
 38 monies for review by the joint legislative budget committee.

39 Sec. 11. AUTOMOBILE THEFT AUTHORITY

40		<u>2005-06</u>	<u>2006-07</u>
41	FTE positions	6.0	6.0
42	Lump sum appropriation	\$ 597,600	\$ 597,600
43	Automobile theft authority grants	4,200,500	4,200,500
44	Reimbursable programs	<u>25,000</u>	<u>50,000</u>
45	Total appropriation - auto theft authority	\$ 4,823,100	\$ 4,848,100
46	Fund sources:		

1	Automobile theft authority fund	\$ 4,823,100	\$ 4,848,100
2	Performance measures:		
3	Felony auto theft arrests by auto theft		
4	task force	330	330
5	Per cent of stolen vehicles recovered	5.2	5.2
6	Number of vehicles stolen statewide		
7	(calendar year)	55,000	55,000
8	Customer satisfaction rating (Scale 1-3,		
9	1 highest)	1.0	1.0
10	The automobile theft authority shall submit a report to the joint		
11	legislative budget committee for review before expending any monies for the		
12	reimbursable programs special line item. The agency shall also show		
13	sufficient funds collected to cover the expenses indicated in the report.		
14	Sec. 12. BANKING DEPARTMENT (STATE DEPARTMENT OF FINANCIAL INSTITUTIONS)		
15		<u>2005-06</u>	
16	FTE positions	53.1	
17	Lump sum appropriation	\$ 3,166,100	
18	Fund sources:		
19	State general fund	\$ 3,166,100	
20	Performance measures:		
21	Per cent of examinations reports mailed		
22	within 25 days of examiner's completion		
23	of exam procedures	90.0	
24	Per cent of license applications approved		
25	within 45 days of receipt	95.0	
26	Per cent of examinations receiving		
27	satisfactory rating	91.0	
28	Average days from receipt to resolution		
29	of regular complaints	28.0	
30	Per cent of complainants indicating they		
31	received "good" or better service when		
32	filing a complaint	65.0	
33	The banking department (state department of financial institutions)		
34	shall assess and set fees to ensure that monies deposited in the state		
35	general fund will equal or exceed its expenditure from the state general		
36	fund.		
37	Sec. 13. BOARD OF BARBERS		
38		<u>2005-06</u>	<u>2006-07</u>
39	FTE positions	4.0	4.0
40	Lump sum appropriation	\$ 230,600**	\$ 230,600
41	Fund sources:		
42	Board of barbers fund	\$ 230,600	\$ 230,600
43	Performance measures:		
44	Average calendar days to resolve a complaint	21	21
45	Average calendar days to renew a license	2	2
46	Customer satisfaction rating (Scale 0-100)	90	90

1	Sec. 14. BOARD OF BEHAVIORAL HEALTH EXAMINERS		
2		<u>2005-06</u>	<u>2006-07</u>
3	FTE positions	13.0	13.0
4	Lump sum appropriation	\$ 1,364,200**	\$ 1,259,800
5	Fund sources:		
6	Board of behavioral health		
7	examiners fund	\$ 1,364,200	\$ 1,259,800
8	Performance measures:		
9	Average days to resolve a complaint	244	244
10	Average days to renew a license	19	19
11	Customer satisfaction rating (Scale 1-8)	6.7	6.7
12	Sec. 15. DEPARTMENT OF BUILDING AND FIRE SAFETY		
13		<u>2005-06</u>	<u>2006-07</u>
14	FTE positions	52.0	52.0
15	Lump sum appropriation	\$ 3,278,400	\$ 3,278,400
16	Fund sources:		
17	State general fund	\$ 3,278,400	\$ 3,278,400
18	Performance measures:		
19	Per cent of manufactured homes complaints		
20	closed vs. complaints filed	94	94
21	Customer satisfaction rating (Scale 1-5)	4.7	4.7
22	Sec. 16. STATE BOARD FOR CHARTER SCHOOLS		
23		<u>2005-06</u>	<u>2006-07</u>
24	FTE positions	10.0	10.0
25	Lump sum appropriation	\$ 712,700	\$ 712,700
26	Fund sources:		
27	State general fund	\$ 712,700	\$ 712,700
28	Performance measures:		
29	Customer satisfaction survey (Scale 1-8)	7.85	7.85
30	In addition to collecting data for the adopted performance measures,		
31	the state board for charter schools shall conduct a survey of parents of		
32	charter school pupils in order to establish parent quality ratings for every		
33	charter school in the state.		
34	Sec. 17. STATE BOARD OF CHIROPRACTIC EXAMINERS		
35		<u>2005-06</u>	<u>2006-07</u>
36	FTE positions	5.0	5.0
37	Lump sum appropriation	\$ 462,600**	\$ 462,700
38	Fund sources:		
39	Board of chiropractic examiners		
40	fund	\$ 462,600	\$ 462,700
41	Performance measures:		
42	Average calendar days to renew a license	13	13
43	Per cent of complaints resolved within 180		
44	days with no hearing required	95	95
45	Per cent of survey responses which indicate		
46	that staff was knowledgeable and courteous		

1	in public communications	98	98
2	Sec. 18. DEPARTMENT OF COMMERCE		
3		<u>2005-06</u>	
4	FTE positions	74.9	
5	Operating lump sum appropriation	\$ 3,501,600	
6	Arizona trade office in Sonora	25,000	
7	International trade offices	1,306,400	
8	Economic Development matching funds	104,000	
9	Main street	130,000	
10	REDI matching grants	45,000	
11	Rural economic development	295,400	
12	Advertising and promotion	659,200	
13	Motion picture development	296,500	
14	CEDC commission	249,000	
15	National law center/free trade	200,000	
16	Oil overcharge administration	159,700	
17	Minority and women owned business	107,000	
18	Small business advocate	104,800	
19	Apprenticeship services	<u>158,700</u>	
20	Total appropriation - department of		
21	commerce	\$ 7,342,300	
22	Fund sources:		
23	State general fund	\$ 3,862,800	
24	Bond fund	119,800	
25	CEDC fund	2,951,000	
26	Oil overcharge fund	159,700	
27	State lottery fund	249,000	
28	Performance measures:		
29	Number of workers trained	22,000	
30	Per cent of job training fund monies		
31	distributed to small businesses	25	
32	Customer satisfaction rating for business		
33	development program (percentage rating		
34	services as good or excellent)	88	
35	Of the \$2,951,000 appropriated from the CEDC fund, \$250,000 shall be		
36	utilized for implementation of cross-industry business/infrastructure		
37	development projects and related project coordination in support of regional		
38	technology councils and high technology clusters operating in Arizona.		
39	Sec. 19. ARIZONA COMMUNITY COLLEGES		
40		<u>2005-06</u>	
41	<u>Equalization aid</u>		
42	Cochise	\$ 3,441,800	
43	Graham	10,417,100	
44	Navajo	2,735,700	
45	Yuma/La Paz	<u>848,800</u>	
46	Total - equalization aid	\$ 17,443,400	

1	<u>Operating state aid</u>		
2	Cochise	\$ 7,828,500	
3	Coconino	3,147,700	
4	Gila	274,600	
5	Graham	5,370,400	
6	Maricopa	54,863,300	
7	Mohave	3,710,000	
8	Navajo	4,412,300	
9	Pima	19,593,500	
10	Pinal	5,915,800	
11	Yavapai	4,738,700	
12	Yuma/La Paz	<u>5,447,800</u>	
13	Total - operating state aid	\$115,302,600	
14	<u>Capital outlay state aid</u>		
15	Cochise	\$ 965,600	
16	Coconino	383,000	
17	Gila	61,100	
18	Graham	535,700	
19	Maricopa	10,977,900	
20	Mohave	491,000	
21	Navajo	576,900	
22	Pima	3,268,000	
23	Pinal	768,200	
24	Yavapai	686,900	
25	Yuma/La Paz	<u>865,400</u>	
26	Total - capital outlay state aid	\$ 19,579,700	
27	Total appropriation - Arizona community		
28	colleges	\$152,325,700	
29	Fund sources:		
30	State general fund	\$152,325,700	
31	Performance measures:		
32	Per cent of students who transfer to Arizona		
33	public universities without loss of credits	96	
34	Number of applied baccalaureate programs		
35	collaboratively developed with universities	8	
36	Sec. 20. REGISTRAR OF CONTRACTORS		
37		<u>2005-06</u>	<u>2006-07</u>
38	FTE positions	138.8	138.8
39	Operating lump sum appropriation	\$ 8,616,700	\$ 8,617,300
40	Office of administrative hearings		
41	costs	869,500	869,500
42	Incentive pay	<u>113,500</u>	<u>113,500</u>
43	Total appropriation - registrar of		
44	contractors	\$ 9,599,700**	\$ 9,600,300
45	Fund sources:		
46	Registrar of contractors fund	\$ 9,599,700	\$ 9,600,300

1 Performance measures:

2 Average calendar days from receipt of		
3 complaint to jobsite inspection	14	14
4 Customer satisfaction rating (Scale 1-8)	7.1	7.1

5 Sec. 21. CORPORATION COMMISSION

6 2005-06

7 FTE positions 312.8

8 Operating lump sum appropriation \$ 23,590,400

9 Utilities audits, studies,

10 investigations and hearings 380,000*

11 Total appropriation - corporation commission \$ 23,970,400

12 Fund sources:

13 State general fund \$ 4,953,400

14 Arizona arts trust fund 41,900

15 Investment management regulatory

16 and enforcement fund 793,900

17 Public access fund 3,055,200

18 Securities regulatory and

19 enforcement fund 3,390,500

20 Utility regulation revolving fund 11,735,500

21 Performance measures:

22 Average turnaround time in weeks for processing	
23 of regular corporate filings	10.0

24 Average turnaround time in days for processing	
25 of expedited corporate filings	3.0

26 Number of months required to review complaints	
27 received by securities division	1.5

28 Customer satisfaction rating for corporations	
29 program (Scale 1-8)	7.1

30 The corporation commission corporations division shall provide a report
 31 by the end of each calendar quarter during fiscal year 2005-2006 to the joint
 32 legislative budget committee on the total number of filings received by the
 33 corporations division, the total number of filings processed by the
 34 corporations division and the amount of time to process the filings. The
 35 corporation commission corporations division shall include in the first
 36 quarterly report for fiscal year 2005-2006 a plan for resolving the backlog
 37 of corporation filings.

38 Sec. 22. DEPARTMENT OF CORRECTIONS

39 2005-06

40 FTE positions 9,726.9

41 Personal services \$336,470,100

42 Fund sources:

43 State general fund \$335,007,700

44 Corrections fund 302,500

45 State education fund for

46 correctional education 1,159,900

1	Employee related expenditures	\$121,798,600
2	Fund sources:	
3	State general fund	\$121,528,400
4	Corrections fund	47,500
5	State education fund for	
6	correctional education	222,700
7	All other operating expenditures	\$165,701,900
8	Fund sources:	
9	State general fund	\$150,966,500
10	Penitentiary land fund	869,200
11	State charitable, penal and	
12	reformatory institutions	
13	land fund	2,070,000
14	State education fund for	
15	correctional education	95,500
16	Alcohol abuse treatment fund	599,300
17	Prison construction and	
18	operations fund	10,250,000
19	Transition office fund	351,400
20	Transition program drug	
21	treatment fund	500,000
22	Overtime/compensatory time	\$ 17,900,000
23	Fund sources:	
24	State general fund	\$ 17,900,000
25	Private prison per diem	\$ 74,118,400
26	Fund sources:	
27	State general fund	\$ 45,444,100
28	Corrections fund	28,674,300
29	Performance measures:	
30	Escapes from secure facilities	0
31	Number of inmates receiving GED	1,512
32	Number of inmate random positive	
33	urinalysis results	1,000

34 Twenty-five per cent of land earnings and interest from the state
 35 charitable, penal and reformatory institutions land fund shall be distributed
 36 to the state department of corrections in compliance with section 25 of the
 37 enabling act and the constitution to be used for the support of state penal
 38 institutions.

39 One hundred per cent of land earnings and interest from the
 40 penitentiary land fund shall be distributed to the department of corrections
 41 in compliance with section 25 of the enabling act and the constitution to be
 42 used for the support of state penal institutions.

43 Before the expenditure of any state education fund for correctional
 44 education receipts in excess of \$1,478,100, the department of corrections
 45 shall report the intended use of the monies to the director of the joint
 46 legislative budget committee.

Before altering its bed capacity by closing state-operated prison beds, canceling or not renewing contracts for privately-operated prison beds, the department of corrections shall submit a bed plan detailing the proposed bed closures for approval by the joint legislative budget committee.

The Arizona department of corrections shall continue to proceed with privatization of a prison for the female inmate population. The female inmates would be relocated to a privately-operated facility during fiscal year 2005-2006.

The overtime/compensatory time line item includes monies for personal services and employee related expenditure costs from overtime and compensatory time payouts accrued by department employees in fiscal year 2005-2006.

The private prison per diem line item includes \$840,000 from the general fund for a three per cent inflationary adjustment for private prison contracts for facilities located within Arizona that housed Arizona inmates before July 2004. The department shall provide this three per cent cost adjustment, appropriated pursuant to section 41-1609.01, subsection E, Arizona Revised Statutes, to all applicable contractors by August 1, 2005.

Prior to placing any additional inmates in out-of-state provisional beds, the department shall place inmates in all available prison beds within privately operated facilities located in Arizona that house Arizona inmates, unless the out-of-state provisional beds are of a comparable security level and price.

Notwithstanding section 35-173, subsection C, Arizona Revised Statutes, any transfer to or from the amounts appropriated for overtime/compensatory time or private prison per diem line items shall require review by the joint legislative budget committee unless otherwise authorized by this act.

The department of corrections may use overtime/compensatory time savings generated by correctional officer pay raises authorized by this act as a funding source for Lewis Prison blue ribbon panel recommendations.

In addition to any other salary adjustments made pursuant to this act, the amounts appropriated to the department of corrections include \$350,000 from the corrections fund for a parole officer salary increase.

Sec. 23. COSMETOLOGY BOARD

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	24.5	24.5
Lump sum appropriation	\$ 1,565,800**	\$ 1,510,000
Fund sources:		
Board of cosmetology fund	\$ 1,565,800	\$ 1,510,000
Performance measures:		
Average calendar days to resolve a complaint	120	120
Average calendar days to renew a license	10	10
Customer satisfaction rating (Scale 1-8)	7.2	7.2

Sec. 24. ARIZONA CRIMINAL JUSTICE COMMISSION

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	7.0	7.0

1	Operating lump sum appropriation	\$ 1,570,600	\$ 1,546,400
2	Rural state aid to county attorneys	157,700	157,700
3	Rural state aid to indigent defense	150,100	150,100
4	State aid to county attorneys	847,800	877,500
5	State aid to indigent defense	805,000	833,200
6	Victim compensation and assistance	<u>3,900,000</u>	<u>3,400,000</u>
7	Total appropriation - Arizona criminal		
8	justice commission	\$ 7,431,200	\$ 6,964,900
9	Fund sources:		
10	State general fund	\$ 1,302,000	\$ 1,302,000
11	Criminal justice enhancement fund	576,400	552,200
12	Victim compensation and assistance		
13	fund	3,900,000	3,400,000
14	State aid to county attorneys fund	847,800	877,500
15	State aid to indigent defense fund	805,000	833,200

16 Performance measures:

17	Number of grants awarded in a timely manner		
18	to victim services providers	47	47
19	Customer satisfaction rating (Scale 1-10)	9.2	9.2

20 All victim compensation and victim assistance receipts received by the
 21 Arizona criminal justice commission in excess of \$3,900,000 in fiscal year
 22 2005-2006 and \$3,400,000 in fiscal year 2006-2007 are appropriated to the
 23 crime victims program. Before the expenditure of any victim compensation and
 24 victim assistance receipts in excess of \$3,900,000 in fiscal year 2005-2006
 25 and \$3,400,000 in fiscal year 2006-2007, the Arizona criminal justice
 26 commission shall submit the intended use of the monies for review by the
 27 joint legislative budget committee.

28 Notwithstanding any other law, the amount appropriated for rural state
 29 aid to county attorneys and rural state aid to indigent defense shall be
 30 allocated to counties with populations of less than five hundred thousand
 31 persons.

32 The Arizona criminal justice commission shall request funding from the
 33 office of homeland security for its criminal records integration project. If
 34 the office rejects this request, the Arizona criminal justice commission
 35 shall provide the joint legislative budget committee with an explanation of
 36 why its request was rejected.

37 Sec. 25. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND
 38 2005-06

39	<u>Phoenix day school for the deaf</u>	
40	FTE positions	163.3
41	Lump sum appropriation	\$ 7,325,000
42	Fund sources:	
43	State general fund	\$ 2,068,500
44	Schools for the deaf and the	
45	blind fund	5,132,300
46	Telecommunications excise tax fund	124,200

1	<u>Tucson campus</u>		
2	FTE positions	296.9	
3	Lump sum appropriation	\$ 14,823,500	
4	Fund sources:		
5	State general fund	\$ 8,365,200	
6	Schools for the deaf and the		
7	blind fund	5,965,000	
8	Telecommunications excise tax fund	493,300	
9	<u>Administration/statewide programs</u>		
10	FTE positions	127.0	
11	Lump sum appropriation	\$ 7,767,000	
12	Fund sources:		
13	State general fund	\$ 5,293,100	
14	Schools for the deaf and the		
15	blind fund	2,154,900	
16	Telecommunications excise tax		
17	fund	<u>319,000</u>	
18	Total appropriation - Arizona state schools		
19	for the deaf and the blind	\$ 29,915,500	
20	Fund sources:		
21	State general fund	\$ 15,726,800	
22	Schools for the deaf and the		
23	blind fund	13,252,200	
24	Telecommunications excise tax fund	936,500	
25	Performance measures:		
26	Per cent of parents rating overall quality of		
27	services as "good" or "excellent" based		
28	on annual survey	95	
29	Per cent of students demonstrating gains		
30	on the AIMS test	80	
31	Per cent of students demonstrating gains		
32	on the norm-referenced test (grades 2 and 9)	80	
33	Before the expenditure of any schools for the deaf and the blind fund		
34	monies in excess of \$13,252,200 in fiscal year 2005-2006, the joint		
35	legislative budget committee shall review the intended use of the funds.		
36	All endowment earnings above \$200,000 in fiscal year 2005-2006 that are		
37	received by the Arizona state schools for the deaf and the blind and		
38	deposited into the schools for the deaf and the blind fund are appropriated		
39	for operating expenditures.		
40	Sec. 26. COMMISSION FOR THE DEAF AND THE HARD OF HEARING		
41		<u>2005-06</u>	<u>2006-07</u>
42	FTE positions	15.0	15.0
43	Lump sum appropriation	\$ 5,283,800	\$ 5,279,700

1 Fund sources:
2 Telecommunication fund for
3 the deaf \$ 5,283,800 \$ 5,279,700
4 Performance measures:
5 Average number of days to issue a voucher 15 15
6 Customer satisfaction rating with the
7 voucher program (Scale 1-8) 7.8 7.8
8 Before the execution of any contract for telecommunication relay
9 services, the commission for the deaf and the hard of hearing shall present
10 the proposed contract to the joint legislative budget committee for review.
11 The commission for the deaf and the hard of hearing, with the
12 assistance of the department of revenue, shall report to the joint
13 legislative budget committee by November 30, 2005 on the anticipated level of
14 telecommunications services excise tax collections in fiscal year 2005-2006
15 and fiscal year 2006-2007.
16 Sec. 27. DENTAL EXAMINERS BOARD
17 2005-06 2006-07
18 FTE positions 10.0 10.0
19 Lump sum appropriation \$ 1,017,200** \$ 947,200
20 Fund sources:
21 Dental board fund \$ 1,017,200 \$ 947,200
22 Performance measures:
23 Average calendar days to resolve a complaint 100 100
24 Average calendar days to renew a license 10 10
25 Customer satisfaction rating (Scale 1-5) 4.1 4.1
26 Sec. 28. DRUG AND GANG PREVENTION RESOURCE CENTER
27 2005-06 2006-07
28 FTE positions 6.3 6.3
29 Lump sum appropriation \$ 546,600 \$ 546,600
30 Fund sources:
31 Drug and gang prevention
32 resource center fund \$ 266,600 \$ 266,600
33 Intergovernmental agreements
34 and grants 280,000 280,000
35 Performance measures:
36 Customer satisfaction rating of agencies
37 served by the center (Scale 1-8) 7.5 7.5
38 Intergovernmental agreements and grants revenues in excess of \$280,000
39 in fiscal year 2005-2006 and \$280,000 in fiscal year 2006-2007 are
40 appropriated for expenditure. Before the expenditure of these monies, the
41 center shall provide an expenditure plan to the joint legislative budget
42 committee for review.
43 Sec. 29. DEPARTMENT OF ECONOMIC SECURITY
44 2005-06
45 Administration
46 FTE positions 299.2

1	Operating lump sum appropriation	\$ 34,931,500
2	Fund sources:	
3	State general fund	\$ 27,511,900
4	Federal child care and	
5	development fund block grant	1,082,200
6	Federal temporary assistance	
7	for needy families block grant	4,559,600
8	Public assistance collections	
9	fund	130,000
10	Special administration fund	560,900
11	Spinal and head injuries trust	
12	fund	86,900
13	Statewide cost allocation plan	
14	fund	1,000,000
15	Finger imaging	\$ 722,700
16	Fund sources:	
17	State general fund	\$ 450,800
18	Federal temporary assistance	
19	for needy families block	
20	grant	271,900
21	Lease-purchase equipment	\$ 1,799,000
22	Fund sources:	
23	State general fund	\$ 1,138,000
24	Federal temporary assistance	
25	for needy families block	
26	grant	661,000
27	Public assistance collections	\$ 473,500
28	Fund sources:	
29	Federal temporary assistance for	
30	needy families block grant	\$ 231,900
31	Public assistance collections	
32	fund	241,600
33	Attorney general legal services	\$ 564,900
34	Fund sources:	
35	State general fund	\$ 314,500
36	Federal child care and development	
37	fund block grant	15,100
38	Federal temporary assistance for	
39	needy families block grant	144,200
40	Public assistance collections	
41	fund	91,100
42	Triagency disaster recovery	\$ 271,500
43	Fund sources:	
44	Risk management fund	\$ 271,500

In accordance with section 35-142.01, Arizona Revised Statutes, the department of economic security shall remit to the department of

1 administration any monies received as reimbursement from the federal
 2 government or any other source for the operation of the department of
 3 economic security west building and any other building lease-purchased by the
 4 State of Arizona in which the department of economic security occupies space.
 5 The department of administration shall deposit these monies in the state
 6 general fund.

7 In accordance with section 38-654, Arizona Revised Statutes, the
 8 department of economic security shall transfer to the department of
 9 administration for deposit in the special employee health insurance trust
 10 fund any unexpended state general fund monies at the end of each fiscal year
 11 appropriated for employer health insurance contributions.

12 Developmental disabilities

13	FTE positions	316.5
14	Operating lump sum appropriation	\$ 3,626,800
15	Fund sources:	
16	State general fund	\$ 3,626,800
17	Case management	\$ 3,920,200
18	Fund sources:	
19	State general fund	\$ 3,920,200
20	Home and community based	
21	services	\$ 33,952,300
22	Fund sources:	
23	State general fund	\$ 33,104,200
24	Long-term care system fund	848,100
25	Institutional services	\$ 294,900
26	Fund sources:	
27	State general fund	\$ 294,900
28	Arizona training program at	
29	Coolidge	\$ 5,488,500
30	Fund sources:	
31	State general fund	\$ 3,034,400
32	Long-term care system fund	2,454,100
33	State-funded long-term care	
34	services	\$ 21,798,700
35	Fund sources:	
36	State general fund	\$ 762,900
37	Long-term care system fund	21,035,800
38	Performance measures:	
39	Per cent of consumer satisfaction with	
40	case management services	95
41	Per cent of consumers living at home who	
42	are satisfied with services and supports	75
43	Per cent of families of children under 18	
44	who are satisfied with services and supports	65
45	Per cent of families or individuals 18 years	
46	or older, who do not live at home with	

1 family, who are satisfied with services
 2 and supports

85

3 It is the intent of the legislature that any available surplus monies
 4 for developmental disability programs be applied toward the waiting list,
 5 unless there are insufficient monies to annualize these costs in the
 6 subsequent year. The children's waiting list shall receive first priority.
 7 The amount appropriated for developmental disabilities shall be used to
 8 provide for services for nontitle XIX eligible clients. The amount shall not
 9 be used for other purposes, unless a transfer of monies is reviewed by the
 10 joint legislative budget committee.

11 The department of economic security shall report all new placements
 12 into a state-owned ICF-MR or the Arizona training program at Coolidge campus
 13 in fiscal year 2005-2006 to the president of the senate, the speaker of the
 14 house of representatives, the chairmen of the senate and house of
 15 representatives appropriations committees and the director of the joint
 16 legislative budget committee and the reason why this placement, rather than a
 17 placement into a privately run facility for the developmentally disabled, was
 18 deemed as the most appropriate placement. The department should also report
 19 if no new placements were made. This report shall be made available by July
 20 15, 2006.

21 Long-term care system fund

22	FTE positions	1,469.4
23	Operating lump sum appropriation	\$ 28,243,100
24	Fund sources:	
25	State general fund	\$ 9,314,900
26	Expenditure authority	18,928,200
27	Case management	\$ 30,511,800
28	Fund sources:	
29	State general fund	\$ 10,105,000
30	Expenditure authority	20,406,800
31	Home and community based	
32	services	\$460,935,100
33	Fund sources:	
34	State general fund	\$152,248,800
35	Expenditure authority	308,686,300
36	Institutional services	\$ 16,409,000
37	Fund sources:	
38	State general fund	\$ 5,397,300
39	Expenditure authority	11,011,700
40	Medical services	\$ 87,686,900
41	Fund sources:	
42	State general fund	\$ 28,204,900
43	Expenditure authority	59,482,000
44	Arizona training program at	
45	Coolidge	\$ 11,708,600

1 Fund sources:

2 State general fund \$ 3,848,500

3 Expenditure authority 7,860,100

4 All monies in the long-term care system fund unexpended and
 5 unencumbered at the end of fiscal year 2005-2006 revert to the state general
 6 fund, subject to approval by the Arizona health care cost containment system.

7 The department shall report to the joint legislative budget committee
 8 by March 31 of each year on preliminary actuarial estimates of the capitation
 9 rate increases for the following fiscal year. Before implementation of any
 10 changes in capitation rates for the long-term care program, the department of
 11 economic security shall report its expenditure plan to the joint legislative
 12 budget committee for its review. Unless required for compliance with federal
 13 law, before the department implements any changes in policy affecting the
 14 amount, sufficiency, duration and scope of health care services and who may
 15 provide services, the department shall prepare a fiscal impact analysis on
 16 the potential effects of this change on the following year's capitation
 17 rates. If the fiscal analysis demonstrates that these changes will result in
 18 additional state costs of \$500,000 or greater for a given fiscal year, the
 19 department shall submit the policy changes to the joint legislative budget
 20 committee for review. The department shall also report quarterly to the
 21 joint legislative budget committee itemizing all policy changes with fiscal
 22 impacts of less than \$500,000 in state costs.

23 Benefits and medical eligibility

24 FTE positions 569.9

25 Operating lump sum appropriation \$ 31,228,600

26 Fund sources:

27 State general fund \$ 22,422,000

28 Federal temporary assistance

29 for needy families block

30 grant 8,806,600

31 Temporary assistance for

32 needy families cash

33 benefits \$152,859,100

34 Fund sources:

35 State general fund \$ 56,308,200

36 Federal temporary assistance

37 for needy families block

38 grant 96,550,900

39 General assistance \$ 4,260,800

40 Fund sources:

41 State general fund \$ 4,260,800

42 FLSA supplement \$ 508,900

43 Fund sources:

44 Federal temporary assistance for

45 needy families block grant \$ 508,900

46 Tribal pass-through funding \$ 4,288,700

1	Fund sources:	
2	State general fund	\$ 4,288,700
3	Tuberculosis control payments	\$ 32,200
4	Fund sources:	
5	State general fund	\$ 32,200
6	Performance measures:	
7	Per cent of cash benefits issued timely	98.6
8	Per cent of total cash benefits payments	
9	issued accurately	95.0
10	Per cent of total food stamps payments	
11	issued accurately	95.0
12	Per cent of clients satisfied with family	
13	assistance administration	93.0
14	The operating lump sum appropriation may be expended on Arizona health	
15	care cost containment system eligibility determinations based on the results	
16	of the Arizona random moment sampling survey.	
17	Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,	
18	any transfer to or from the \$152,859,100 appropriated for temporary	
19	assistance for needy families cash benefits requires review by the joint	
20	legislative budget committee.	
21	Of the amount appropriated for temporary assistance for needy families	
22	cash benefits, \$500,000 reflects appropriation authority only to ensure	
23	sufficient cashflow to administer cash benefits for tribes operating their	
24	own welfare programs. The department shall notify the joint legislative	
25	budget committee and the governor's office of strategic planning and	
26	budgeting staff before the use of any of the \$500,000 appropriation	
27	authority.	
28	<u>Child support enforcement</u>	
29	FTE positions	863.8
30	Operating lump sum appropriation	\$ 35,604,800
31	Fund sources:	
32	State general fund	\$ 4,195,000
33	Child support enforcement	
34	administration fund	7,761,400
35	Expenditure authority	23,648,400
36	Genetic testing	\$ 723,600
37	Fund sources:	
38	State general fund	\$ 72,400
39	Expenditure authority	651,200
40	Central payment processing	\$ 3,275,700
41	Fund sources:	
42	State general fund	\$ 444,700
43	Child support enforcement	
44	administration fund	1,573,800
45	Expenditure authority	1,257,200
46	County participation	\$ 6,845,200

1	Fund sources:	
2	Child support enforcement	
3	administration fund	\$ 1,384,100
4	Expenditure authority	5,461,100
5	Attorney general legal services	\$ 7,734,200
6	Fund sources:	
7	State general fund	\$ 482,400
8	Child support enforcement	
9	administration fund	2,059,000
10	Expenditure authority	5,192,800
11	Performance measures:	
12	Total IV-D collections	\$275,000,000
13	Ratio of current IV-D support collected	
14	and distributed to current IV-D support	
15	due	42.0

16 All state share of retained earnings, fees and federal incentives above
17 \$12,778,300 received by the division of child support enforcement are
18 appropriated for operating expenditures. New full-time equivalent positions
19 may be authorized with the increased funding. The division of child support
20 enforcement shall report the intended use of the monies to the president of
21 the senate, the speaker of the house of representatives, the chairmen of the
22 senate and house of representatives appropriations committees and the
23 director of the joint legislative budget committee and the director of the
24 governor's office of strategic planning and budgeting.

25 Aging and community services

26	FTE positions	80.6
27	Operating lump sum appropriation	\$ 5,138,600
28	Fund sources:	
29	State general fund	\$ 4,923,200
30	Federal temporary assistance	
31	for needy families block	
32	grant	215,400
33	Adult services	\$ 11,599,300
34	Fund sources:	
35	State general fund	\$ 11,599,300
36	Community and emergency	
37	services	\$ 5,924,900
38	Fund sources:	
39	Federal temporary assistance	
40	for needy families block	
41	grant	\$ 5,424,900
42	Utility assistance fund	500,000
43	Coordinated hunger	\$ 1,786,600
44	Fund sources:	
45	State general fund	\$ 1,286,600
46	Federal temporary assistance	

1	for needy families block	
2	grant	500,000
3	Coordinated homeless	\$ 2,804,900
4	Fund sources:	
5	State general fund	\$ 1,155,400
6	Federal temporary assistance	
7	for needy families block	
8	grant	1,649,500
9	Domestic violence prevention	\$ 10,828,600
10	Fund sources:	
11	State general fund	\$ 2,507,900
12	Domestic violence shelter fund	1,700,000
13	Federal temporary assistance	
14	for needy families block	
15	grant	6,620,700
16	Community-based marriage and	
17	communication skills program	
18	fund deposit	\$ 1,200,000
19	Fund sources:	
20	State general fund	\$ 1,200,000
21	Performance measures:	

22 Adult protective services investigation
 23 per cent rate 80

24 All domestic violence shelter fund monies above \$1,700,000 received by
 25 the department of economic security are appropriated for the domestic
 26 violence prevention special line item. The department of economic security
 27 shall report the intended use of the monies above \$1,700,000 to the joint
 28 legislative budget committee.

29 The \$1,500,000 added to the domestic violence prevention special line
 30 item in fiscal year 2005-2006 shall be utilized to fund new emergency shelter
 31 beds. The department shall report to the joint legislative budget committee
 32 by June 30, 2006, on the recipients of the additional \$1,500,000 in funding
 33 for domestic violence shelters including the amount received and the use of
 34 those monies.

35 The department of economic security shall report to the joint
 36 legislative budget committee on the amount of state and federal monies
 37 available statewide for domestic violence funding by December 15, 2005. The
 38 report shall include, at a minimum, the amount of monies available and the
 39 state fiscal agent receiving those monies.

40 It is the intent of the legislature that the department use at least
 41 \$1,038,900 of federal temporary assistance for needy families block grant
 42 monies in the appropriation for community and emergency services to ensure
 43 that councils of governments and tribal governments receive at least the same
 44 amount of federal social services block grant monies that those entities
 45 received in fiscal year 2000-2001.

In addition to the amounts above, if the federal government establishes a matching grant program for state marriage skills programs within the temporary assistance for needy families program, the sum of \$1,200,000 is appropriated from the federal temporary assistance for needy families block grant in fiscal year 2005-2006 to the department of economic security for deposit in the community-based marriage and communication skills program fund established by section 41-2032, Arizona Revised Statutes, for the following purposes:

1. \$600,000 for marketing and advertising of marriage skills classes.
2. \$600,000 for the community-based relationship skills high school pilot program.

Children, youth and families

FTE positions 1,448.8

Operating lump sum appropriation \$ 68,909,300

Fund sources:

State general fund \$ 45,137,800

Children and family services
training program fund 209,600

Federal temporary assistance
for needy families block
grant 23,561,900

Adoption services \$ 34,246,800

Fund sources:

State general fund \$ 23,560,700

Federal temporary assistance
for needy families block
grant 10,686,100

Adoption services - family
preservation projects \$ 1,000,000

Fund sources:

Federal temporary assistance
for needy families block
grant \$ 1,000,000

Attorney general legal
services \$ 8,395,200

Fund sources:

State general fund \$ 8,348,900

Federal temporary assistance
for needy families block
grant 46,300

Child abuse prevention \$ 817,700

Fund sources:

Child abuse prevention fund \$ 817,700

Children support services \$ 42,195,700

1	Fund sources:	
2	State general fund	\$ 29,316,600
3	Child abuse prevention fund	750,000
4	Federal temporary assistance	
5	for needy families block	
6	grant	12,129,100
7	Comprehensive medical and dental	
8	program	\$ 2,057,000
9	Fund sources:	
10	State general fund	\$ 2,057,000
11	Child protective services appeals	\$ 639,200
12	Fund sources:	
13	State general fund	\$ 639,200
14	Child protective services	
15	expedited substance abuse	
16	treatment fund deposit	\$ 224,500
17	Fund sources:	
18	State general fund	\$ 224,500
19	Emergency placement	\$ 7,892,200
20	Fund sources:	
21	State general fund	\$ 3,685,800
22	Federal temporary assistance	
23	for needy families block	
24	grant	4,206,400
25	Family builders program	\$ 5,200,000
26	Fund sources:	
27	Federal temporary assistance for	
28	needy families block grant	\$ 5,200,000
29	Foster care placement	\$ 12,227,500
30	Fund sources:	
31	State general fund	\$ 6,004,400
32	Federal temporary assistance for	
33	needy families block grant	6,223,100
34	Healthy families	\$ 13,750,000
35	Fund sources:	
36	State general fund	\$ 8,715,800
37	Federal temporary assistance for	
38	needy families block grant	5,034,200
39	Homeless youth intervention	\$ 400,000
40	Fund sources:	
41	Federal temporary assistance for	
42	needy families block grant	\$ 400,000
43	Intensive family services	\$ 1,985,600
44	Fund sources:	
45	State general fund	\$ 1,985,600
46	Joint substance abuse treatment	

1	fund - state general fund	\$ 3,000,000
2	Fund sources:	
3	State general fund	\$ 3,000,000
4	Permanent guardianship subsidy	\$ 4,196,500
5	Fund sources:	
6	State general fund	\$ 3,337,200
7	Federal temporary assistance for	
8	needy families block grant	859,300
9	Residential placement	\$ 21,754,600
10	Fund sources:	
11	State general fund	\$ 7,788,000
12	Federal temporary assistance for	
13	needy families block grant	13,966,600
14	Temporary assistance for needy	
15	families deposit to the joint	
16	substance abuse treatment fund	\$ 2,000,000
17	Fund sources:	
18	Federal temporary assistance for	
19	needy families block grant	\$ 2,000,000
20	Performance measures:	
21	Per cent of newly hired CPS specialists	
22	completing training within 7 months	
23	of hire	100
24	Per cent of children in out-of-home care	
25	who have not returned to their families	
26	or been permanently placed elsewhere	
27	for more than 24 consecutive months	21
28	Per cent of CPS reports responded to by CPS	
29	staff	100
30	Per cent of CPS original dependencies	
31	cases where court denied or dismissed	<1
32	Per cent of office of administrative hearings	
33	where CPS case findings are affirmed	85
34	Per cent of CPS complaints reviewed by	
35	the office of the ombudsman-citizens	
36	aide where allegations are reported	
37	as valid by the ombudsman	17

By September 1, 2005, the department of economic security shall submit for review to the joint legislative budget committee Arizona specific caseload standards for child protective services pursuant to Laws 2003, chapter 6, second special session. If the standards are submitted by September 1, 2005, upon the review of the joint legislative budget committee, but no later than October 1, 2005, an additional \$1,388,400 from the state general fund and \$2,999,200 from the federal temporary assistance for needy families block grant and 86.7 full-time equivalent positions shall be appropriated to the operating lump sum for additional caseworker staff.

By December 31, 2005, the department of economic security shall submit for review to the joint legislative budget committee options for the privatization of portions of the case management duties for child protective services.

Of the amounts appropriated for children support services, emergency placement, residential placement, and foster care placement, \$22,613,100 is appropriated from the federal temporary assistance for needy families block grant to the social services block grant for deposit in the following line items in the following amounts:

Children support services	5,371,700
Emergency placement	2,333,700
Residential placement	9,833,300
Foster care placement	5,074,400

Of the sums appropriated, \$3,101,100 from the adoption services special line item and \$1,692,100 from the foster care placement special line item shall be used to fund a 12.5 per cent increase in the adoption subsidy and foster care rates in fiscal year 2005-2006. It is also the intent of the legislature to provide an additional 12.5 per cent increase to these rates in fiscal year 2006-2007.

The department of economic security shall provide training to any new child protective services full-time equivalent positions before assigning to any of these employees any client caseload duties.

It is the intent of the legislature that the department of economic security shall use the funding in the division of children, youth and families to achieve a one hundred per cent investigation rate.

It is the intent of the legislature that the \$1,000,000 appropriated to the adoption services - family preservation projects special line item be used to promote adoption as an option for children, including but not limited to promoting the agency's adoption program and temporary adoption subsidy payment increases to current adoption subsidy clients. The monies appropriated in fiscal year 2005-2006 are exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations. The department shall report the intended use of these monies to the joint legislative budget committee by August 1 of each year for the committee's review. The report shall include an evaluation of the most effective means of expending these funds and performance measures to gauge the program's success. The report shall reflect the recommendations of any statutory committee established to provide recommendations on this appropriation.

Employment and rehabilitation services

FTE positions	474.0
Operating lump sum appropriation	\$ 24,235,500
Fund sources:	
State general fund	\$ 7,905,900
Federal child care and development fund block grant	8,757,700

1	Federal temporary assistance for	
2	needy families block grant	5,006,300
3	Workforce investment act grant	1,988,600
4	Special administration fund	85,000
5	Spinal and head injuries trust	
6	fund	492,000
7	JOB\$	\$ 22,942,300
8	Fund sources:	
9	State general fund	\$ 1,823,500
10	Federal temporary assistance for	
11	needy families block grant	17,618,800
12	Workforce investment act grant	2,000,000
13	Special administration fund	1,500,000
14	Day care subsidy	\$148,720,100
15	Fund sources:	
16	State general fund	\$ 67,632,900
17	Federal child care and	
18	development fund block grant	73,066,900
19	Federal temporary assistance for	
20	needy families block grant	8,020,300
21	Transitional child care	\$ 32,911,900
22	Fund sources:	
23	Federal child care and development	
24	fund block grant	\$ 32,911,900
25	Vocational rehabilitation	
26	services	\$ 3,489,800
27	Fund sources:	
28	State general fund	\$ 3,285,100
29	Spinal and head injuries trust fund	204,700
30	Independent living rehabilitation	
31	services	\$ 2,491,900
32	Fund sources:	
33	State general fund	\$ 784,200
34	Spinal and head injuries trust	
35	fund	1,707,700
36	Workforce investment act - local	
37	governments	\$ 48,040,600
38	Fund sources:	
39	Workforce investment act grant	\$ 48,040,600
40	Workforce investment act -	
41	discretionary	\$ 3,614,000
42	Fund sources:	
43	Workforce investment act grant	\$ 3,614,000

1 Performance measures:

2 Number of TANF recipients who obtained	
3 employment	26,280
4 Per cent of customer satisfaction with	
5 child care	95.6
6 Vocational rehabilitation individuals	
7 successfully rehabilitated	1,800

8 It is the intent of the legislature that the \$22,942,300 appropriated
9 for JOBS may be used to support nonpermanent and seasonal positions to
10 fulfill federal program requirements when contracts for services cannot be
11 established with outside parties. The use of such positions shall be
12 reviewed by the joint legislative budget committee.

13 It is the intent of the legislature that the department shall use
14 \$4,500,000 of the monies appropriated for the JOBS special line item for
15 contracts with education and training entities. These contracts shall focus
16 on assisting JOBS clients in obtaining jobs paying, on average, ten dollars
17 per hour or more. The department shall report to the joint legislative
18 budget committee by October 15, 2006 on these efforts. The report shall
19 include expenditure details and placement data.

20 Of the \$148,720,100 appropriated for day care subsidy, \$115,222,200 is
21 for a program in which the upper income limit is no more than one hundred
22 sixty-five per cent of the federal poverty level. This provision shall not
23 be construed to impose a duty on an officer, agent or employee of the state
24 to discharge a responsibility or to create any right in a person or group if
25 the discharge or right would require an expenditure of state monies in excess
26 of the \$115,222,200 appropriation.

27 The amounts appropriated for day care subsidy and transitional child
28 care shall be used exclusively for child care costs unless a transfer of
29 monies is reviewed by the joint legislative budget committee. Monies shall
30 not be used from these appropriated amounts for any other expenses of the
31 department of economic security unless a transfer of monies is reviewed by
32 the joint legislative budget committee.

33 All spinal and head injuries trust fund receipts received by the
34 department of economic security in excess of \$2,404,400 are appropriated to
35 the independent living rehabilitation services special line item. Before the
36 expenditure of any spinal and head injuries trust fund receipts in excess of
37 \$2,404,400, the department of economic security shall submit the intended use
38 of the monies for review by the joint legislative budget committee.

39 Monies appropriated to the workforce investment act - discretionary
40 special line item may not be expended until a proposed expenditure plan has
41 been reviewed by the joint legislative budget committee.

1 All federal workforce investment act discretionary funds that are
2 received by the state in excess of \$3,614,000 are appropriated to the
3 workforce investment act - discretionary special line item. Excess monies
4 may not be spent until a proposed expenditure plan for the excess monies has
5 been reviewed by the joint legislative budget committee.

6 All federal workforce investment act funds for local governments that
7 are received by the state in excess of \$48,040,600 are appropriated to the
8 workforce investment act - local governments special line item. Excess
9 monies may not be spent until a proposed expenditure plan for the excess
10 monies has been reviewed by the joint legislative budget committee.

11 Performance measures:

12 Agencywide customer satisfaction rating

13 (Scale 1-5)

4.2

14 The above appropriation is in addition to funds granted to the state by
15 the federal government for the same purposes but shall be deemed to include
16 the sums deposited in the state treasury to the credit of the department of
17 economic security pursuant to section 42-5029, Arizona Revised Statutes.

18 A monthly report comparing total expenditures for the month and
19 year-to-date as compared to prior year totals shall be forwarded to the
20 president of the senate, the speaker of the house of representatives, the
21 chairmen of the senate and house of representatives appropriations committees
22 and the director of the joint legislative budget committee by the thirtieth
23 of the following month. The report shall include an estimate of
24 (1) potential shortfalls in entitlement programs, (2) potential federal and
25 other funds, such as the statewide assessment for indirect costs, and any
26 projected surplus in state supported programs that may be available to offset
27 these shortfalls and a plan, if necessary, for eliminating any shortfall
28 without a supplemental appropriation, (3) shortfalls resulting from new
29 leases or renegotiations of current leases and associated costs, and (4)
30 total expenditure authority of the child support enforcement program for the
31 month and year-to-date as compared to prior year totals.

32 The department of economic security shall report the receipt and
33 intended use of all current and prior year reversions from nonappropriated
34 sources to the joint legislative budget committee.

35 The amounts above include \$6,000,000 from the state general fund and
36 \$7,556,800 from matching federal expenditure authority to raise rates of
37 community service providers and independent service agreement providers
38 contracting with the division of developmental disabilities to 97.61 per cent
39 of market rates for all services on the published rate schedule. It is the
40 intent of the legislature that the division request the Arizona health care
41 cost containment system to approve a capitation rate increase retroactive to
42 July 1, 2005 to make provider rate increases effective July 1, 2005. By July
43 1, 2005, the division shall have obtained approval for a rate increase
44 implementation proposal from the Arizona health care cost containment system.
45 By August 1, 2005 the division shall have submitted its implementation plan
46 to the joint legislative budget committee for its review. The adjusted rates

shall be implemented beginning with provider payments due for services performed in August 2005. Payment for retroactive reimbursement due for services provided in July 2005 shall be paid to providers no later than September 15, 2005.

Sec. 30. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION
2005-06

State board of education

FTE positions 7.0

Lump sum appropriation \$ 610,100

Fund sources:

State general fund \$ 270,800

Teacher certification fund 339,300

Performance measures:

Per cent of parents who rate "A+" the public school that their oldest school-age child attends

19.5

The appropriated amount includes \$100,000 for administering a survey to a random sample of parents of children in public schools statewide. The survey shall consist of the following question: "Students are given the grades A+, A, B, C, D and Fail to denote the quality of their work. Using the same A+, A, B, C, D and Fail scale, what grade would you give the school that your oldest child attends?"

The state board of education program may establish its own strategic plan separate from that of the department of education and based on its own separate mission, goals and performance measures.

General services administration

FTE positions 138.2

Operating lump sum appropriation \$ 8,157,100

The operating lump sum appropriation includes monies for planning and preliminary design of the department's agency information factory. The department shall use a portion of these monies to contract for an independent information technology consultant. Prior to proceeding with preliminary design of the system, the department shall submit separate reports produced by the independent consultant and GITA evaluating the department's agency information factory plan to the joint legislative budget committee for review. The department's fiscal year 2005-2006 appropriation does not include monies for implementation of the system. Prior to proceeding with implementation, the department shall present the full implementation cost estimate for the department and school districts to the legislature.

Achievement testing 7,165,100

Before making any changes to the achievement testing program that will increase program costs, the state board of education shall report the estimated fiscal impact of those changes to the joint legislative budget committee.

Arizona teacher evaluation 200,700

English learner monitoring 322,400

1	Special education audit	294,000
2	Teacher certification	1,397,100
3	Monies collected by the department of education for teacher	
4	certification fees, as authorized by section 15-531, paragraphs 1 and 2,	
5	Arizona Revised Statutes, shall be deposited in a teacher certification fund	
6	for use in funding costs of the teacher certification program.	
7	Total - general services	
8	administration	\$ 17,536,400
9	Fund sources:	
10	State general fund	\$ 13,598,300
11	Teacher certification fund	1,597,800
12	Proposition 301 fund	2,340,300
13	Performance measures:	
14	Maximum number of days to process	
15	complete certification applications	15
16	Per cent of customers satisfied with	
17	certification services	89
18	<u>Assistance to schools</u>	
19	FTE positions	67.7
20	Basic state aid entitlement	\$2,757,775,500
21	Fund sources:	
22	State general fund	\$2,714,552,500
23	Permanent state school fund	43,223,000
24	The above appropriation provides basic state support to school	
25	districts for maintenance and operations funding as provided by section	
26	15-973, Arizona Revised Statutes, and includes an estimated \$43,223,000 in	
27	expendable income derived from the permanent state school fund and from state	
28	trust lands pursuant to section 37-521, subsection B, Arizona Revised	
29	Statutes, for fiscal year 2005-2006.	
30	Receipts derived from the permanent state school fund and any other	
31	nonstate general fund revenue source that is dedicated to fund basic state	
32	aid will be expended, whenever possible, before expenditure of state general	
33	fund monies.	
34	Except as required by section 37-521, Arizona Revised Statutes, all	
35	monies received during the fiscal year from national forests, interest	
36	collected on deferred payments on the purchase of state lands, the income	
37	from the investment of permanent funds as prescribed by the enabling act and	
38	the constitution and all monies received by the superintendent of public	
39	instruction from whatever source, except monies received pursuant to sections	
40	15-237 and 15-531, Arizona Revised Statutes, when paid into the state	
41	treasury are appropriated for apportionment to the various counties in	
42	accordance with law. An expenditure shall not be made except as specifically	
43	authorized above.	
44	Additional state aid to schools	\$297,213,200
45	Assistance to school districts for	
46	children of state employees	99,500

1	Certificates of educational	
2	convenience	269,900
3	Special education fund	33,128,600
4	Adult education assistance	4,443,800
5	The appropriated amount is for classes in adult basic education,	
6	general education development and citizenship on a statewide basis.	
7	It is the intent of the legislature that no more than ten per cent of	
8	the appropriation for adult education assistance be used by the department of	
9	education for operating the division of adult education. It is also the	
10	intent of the legislature that the greatest possible proportion of monies	
11	appropriated for adult education programs be devoted to instructional, rather	
12	than administrative, aspects of the programs.	
13	The department shall give persons under twenty-one years of age	
14	priority in gaining access to services pertaining to general education	
15	development testing.	
16	AIMS intervention; dropout	
17	prevention	\$ 5,550,000
18	Chemical abuse	800,500
19	Extended school year	500,000
20	Family literacy	1,003,400
21	Gifted support	1,304,200
22	Optional performance incentive	
23	programs	120,000
24	Parental choice for reading success	1,000,000
25	Residential placement	10,000
26	School accountability	4,698,100
27	School report cards	443,300
28	School safety program	6,704,900
29	Small pass-through programs	581,600
30	The appropriated amount includes \$50,000 for the academic contest fund,	
31	\$82,400 for academic decathlon, \$50,000 for Arizona geographic alliance,	
32	\$40,000 for the Arizona humanities council, \$25,200 for Arizona principal's	
33	academy, \$234,000 for Arizona school service through education technology,	
34	\$50,000 for project citizen and \$50,000 for the economic academic council.	
35	State block grant for early childhood	
36	education	19,415,200
37	State block grant for vocational	
38	education	11,199,100

The appropriated amount is for block grants to charter schools and school districts that have vocational education programs. It is the intent of the legislature that monies appropriated in the general appropriation act for the state block grant for vocational education be used to promote improved student achievement by providing vocational education programs with flexible supplemental funding that is linked both to numbers of students in such programs and to numbers of program completers who enter jobs in fields directly related to the vocational education program that they completed. It is the intent of the legislature that the amount of the state block grant for vocational education funding that is used for state level administration of the program be limited to no more than the amount used for such costs during the prior fiscal year plus the applicable amount of any pay raise that may be provided for state employees through legislative appropriation.

Vocational education extended	
year	600,000
Total - assistance to schools	\$3,146,860,800
Fund sources:	
State general fund	\$3,098,978,100
Proposition 301 fund	4,659,700
Permanent state school fund	43,223,000
Performance measures:	
Per cent of students tested who perform	
at or above the national norm on the	
norm-referenced test (grade 2)	
-- reading	48
-- math	55
Per cent of students tested who perform	
at or above the national norm on the	
norm-referenced test (grade 9)	
-- reading	37
-- math	59
Per cent of schools with at least 75% of	
students meeting or exceeding standards in:	
-- reading	27
-- writing	37
-- math	20
Per cent of Arizona high school students	
who enter 9 th grade and graduate within	
4 years	75
Per cent of students in grade 3 meeting	
or exceeding state academic standards in:	
-- reading	80
-- writing	82
-- math	70

1	Per cent of students in grade 5 meeting	
2	or exceeding state academic standards in:	
3	-- reading	66
4	-- writing	68
5	-- math	60
6	Per cent of students in grade 8 meeting	
7	or exceeding state academic standards in:	
8	-- reading	62
9	-- writing	66
10	-- math	36
11	Per cent of students in grade 12 meeting	
12	or exceeding state academic standards in:	
13	-- reading	90
14	-- writing	90
15	-- math	90
16	Per cent of students tested:	
17	-- norm-referenced test (grades 2 and 9)	96
18	-- AIMS	97
19	Per cent of Arizona schools receiving an	
20	underperforming label	<u>5</u>
21	Total appropriation - state board of	
22	education and superintendent	
23	of public instruction	\$3,165,007,300
24	Fund sources:	
25	State general fund	\$3,112,847,200
26	Proposition 301 fund	7,000,000
27	Permanent state school fund	43,223,000
28	Teacher certification fund	1,937,100

29 The department shall provide an updated report on its budget status
30 every two months for the first half of each fiscal year and every month
31 thereafter to the president of the senate, the speaker of the house of
32 representatives, the chairmen of the senate and house of representatives
33 appropriations committees, the director of the joint legislative budget
34 committee and the director of the governor's office of strategic planning and
35 budgeting. Each report shall include, at a minimum, the department's current
36 funding surplus or shortfall projections for basic state aid and other major
37 formula-based programs and shall be due thirty days after the end of the
38 applicable reporting period.

39 For fiscal year 2005-2006, in addition to computing average daily
40 membership counts for the first one hundred days of the 2005-2006 school year
41 pursuant to section 15-901, subsection A, paragraph 2, Arizona Revised
42 Statutes, the department shall compute average daily membership counts for
43 the first one hundred forty days of the 2005-2006 school year. By February
44 1, 2007, the department shall provide a report to the director of the joint
45 legislative budget committee that compares the average daily membership count
46 of each school district and charter school in the state through the first one

hundred and first one hundred forty days of the 2005-2006 school year. The one hundred forty day average daily membership counts computed pursuant to this requirement shall not be used for basic state aid formula funding purposes.

Within fifteen days of each apportionment of state aid that occurs pursuant to section 15-973, subsection B, Arizona Revised Statutes, the department shall provide the joint legislative budget committee staff and the governor's office of strategic planning and budgeting with an electronic spreadsheet or database copy of data included in the apor55-1 report for that apportionment for each school district and the char55-1 report for that apportionment for each charter school.

Sec. 31. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

2005-06

Administration

FTE positions 13.9

Lump sum appropriation \$ 1,823,600

Fund sources:

State general fund \$ 1,823,600

Emergency management

FTE positions 11

Operating lump sum appropriation \$ 952,000

Civil air patrol 54,200

Total - emergency management \$ 1,006,200

Fund sources:

State general fund \$ 873,500

Emergency response fund 132,700

Military affairs

FTE positions 66.2

Operating lump sum appropriation \$ 4,882,600

Guardsmen tuition reimbursement 1,446,000

Total - military affairs \$ 6,328,600

Fund sources:

State general fund \$ 6,328,600

The department of emergency and military affairs appropriation includes \$2,051,100 in fiscal year 2005-2006 for project challenge. These monies shall only be used to fund operating expenditures for project challenge.

Total appropriation - department of

emergency and military affairs \$ 9,158,400

Fund sources:

State general fund \$ 9,025,700

Emergency response fund 132,700

1 Performance measures:

2 Per cent of project challenge graduates

3 either employed or in school 95

4 Customer satisfaction rating for communities

5	served during disasters (Scale 1-8)	6.0
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6 The department of emergency and military affairs appropriation includes
7 \$1,215,000 for service contracts. This amount is exempt from section 35-190,
8 Arizona Revised Statutes, relating to lapsing of appropriations, except that
9 all fiscal year 2005-2006 monies remaining unexpended and unencumbered on
10 October 31, 2006 revert to the state general fund.

11 Sec. 32. DEPARTMENT OF ENVIRONMENTAL QUALITY

12 2005-06

13	FTE positions	428.4
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14	Operating lump sum appropriation	\$ 22,142,900
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15	Aquifer protection permit program	756,100
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16	Hazardous waste program	721,300
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17	Solid waste program	3,406,900
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18	Waste tire program	219,800
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19	Water quality program	3,770,300
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20	Air permits administration program	5,419,500
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21 Emissions control program -

22	administration	3,967,500
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23 Emissions control contractor

24	payment	31,739,600
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25 Water infrastructure finance

26	authority	2,445,100
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27	Air quality program	4,542,100
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28	Underground storage tank program	22,000
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29	Pima county air quality programs	<u>165.000</u>
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30 Total appropriation - department of

31	environmental quality	\$ 79,318,100
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32 Fund sources:

33	State general fund	\$ 12,991,400
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34	Solid waste fee fund	1,372,700
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35	Water quality fee fund	3,770,300
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36	Hazardous waste management fund	721,300
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37	Air permits administration fund	5,419,500
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38	Emissions inspection fund	35,707,100
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39	Air quality fund	4,707,100
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40	Air quality - clean air subaccount	500,000
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41	Indirect cost recovery fund	11,852,700
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42	Used oil fund	134,000
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43	Underground storage tank fund	22,000
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44	Recycling fund	2,120,000
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1 Performance measures:

2 Per cent of contaminated sites closed	
3 requiring no further action (cumulative)	
4 versus known sites	77.0
5 Number of nonattainment areas exceeding	
6 national ambient air quality standards	5
7 Per cent of statutorily set permit timelines	
8 met through licensing time frames rule	99
9 Number of days per year exceeding national	
10 ambient air quality standards for ozone,	
11 carbon monoxide or particulates	0
12 Per cent of facilities from drinking water	
13 priority log assigned to enforcement staff	50
14 Customer satisfaction rating for citizens	
15 (Scale 1-8)	7.4

16 Up to \$1,250,000 of the state general fund appropriation may be used
17 temporarily to maintain existing environmental programs for which an
18 application for federal funds has been submitted.

19 When expenditures from the hazardous waste or environmental health
20 reserves are authorized, the director of the department of environmental
21 quality shall report the nature of the emergency and the authorized
22 expenditure amount to the president of the senate, the speaker of the house
23 of representatives, the chairmen of the senate and house of representatives
24 appropriations committees and the director of the joint legislative budget
25 committee.

26 The department of environmental quality shall report annually to the
27 legislature in writing on the progress of WQARF activities, including
28 emergency response, priority site remediation, cost recovery activity,
29 revenue and expenditure activity and other WQARF-funded program activity.
30 The department shall submit the report to the members of the joint
31 legislative budget committee and to the director of the joint legislative
32 budget committee staff by September 1, 2005.

33 Pursuant to section 49-282, Arizona Revised Statutes, the department of
34 environmental quality shall submit a fiscal year 2006-2007 budget for the
35 water quality assurance revolving fund before September 1, 2005, for review
36 by the senate and house of representatives appropriations committees.

37 The amounts appropriated for the water infrastructure finance authority
38 in fiscal year 2005-2006 shall be used to provide a twenty per cent match of
39 the fiscal year 2005-2006 federal safe drinking water and clean water
40 revolving fund allocations to this state. Of the amount appropriated, any
41 amount in excess of the required twenty per cent match reverts to the state
42 general fund.

43 The monies appropriated in the Pima county air quality programs special
44 line item are for use by Pima county to avoid being declared in
45 non-attainment of particulate matter standards by establishing public
46 notification and outreach programs, minimizing exposure to particulate matter

concentrations and to abatement and minimization of controllable sources of particulate matter through best available control measures. Of the monies in the Pima county air quality programs special line item in fiscal year 2005-2006, \$50,000 shall be used for carbon monoxide monitoring as required by the Pima county limited maintenance plan with the federal environmental protection agency.

The appropriation from the air permits administration fund is an estimate representing all monies distributed to this fund, including balance forward, revenue and transfers during fiscal year 2005-2006. These monies are appropriated to the Arizona department of environmental quality for the purposes established in section 49-455, Arizona Revised Statutes. The appropriation shall be adjusted as necessary to reflect actual final receipts credited to the air permits administration fund.

Sec. 33. OFFICE OF EQUAL OPPORTUNITY

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	4.0	4.0
Lump sum appropriation	\$ 220,900	\$ 220,900
Fund sources:		
State general fund	\$ 220,900	\$ 220,900

Sec. 34. STATE BOARD OF EQUALIZATION

	<u>2005-06</u>
FTE positions	7.0
Lump sum appropriation	\$ 567,200
Fund sources:	
State general fund	\$ 567,200
Performance measures:	
Average calendar days to process a property tax appeal from receipt to issuance	28
Per cent of rulings upheld in tax courts	100
Customer satisfaction rating (Scale 1-8)	6.1

The state board of equalization shall report to the joint legislative budget committee by October 31, 2005 with a variety of options for conversion of its existing computer system. The report shall include an assessment of the options by the information technology authorization committee.

Sec. 35. BOARD OF EXECUTIVE CLEMENCY

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	16.0	16.0
Lump sum appropriation	\$ 956,700	\$ 956,700
Fund sources:		
State general fund	\$ 956,700	\$ 956,700
Performance measures:		
Customer satisfaction rating for victims (Scale 1-8)	6.0	6.0

Sec. 36. ARIZONA EXPOSITION AND STATE FAIR BOARD

	<u>2005-06</u>	<u>2006-07</u>
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1	FTE positions	186.0	186.0
2	Lump sum appropriation	\$ 15,123,900	\$ 15,123,900
3	Fund sources:		
4	Arizona exposition and state		
5	fair fund	\$ 15,123,900	\$ 15,123,900
6	Performance measures:		
7	Fair attendance	1,100,000	1,100,000
8	Per cent of guests rating state fair "good"		
9	or "excellent" based on annual survey	98	98
10	Sec. 37. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS		
11		<u>2005-06</u>	<u>2006-07</u>
12	FTE positions	4.0	4.0
13	Lump sum appropriation	\$ 304,800**	\$ 304,900
14	Fund sources:		
15	Board of funeral directors and		
16	embalmers fund	\$ 304,800	\$ 304,900
17	Performance measures:		
18	Average calendar days to resolve a complaint	78	78
19	Average calendar days to renew a license	23	23
20	Customer satisfaction rating (Scale 1-8)	7.7	7.7
21	Sec. 38. GAME AND FISH DEPARTMENT		
22		<u>2005-06</u>	<u>2006-07</u>
23	FTE positions	274.5	274.5
24	Operating lump sum appropriation	\$ 22,700,600	\$ 22,622,700
25	Pittman - Robertson/Dingell -		
26	Johnson act	2,808,000	2,808,000
27	Performance incentive pay program	<u>346,800*</u>	<u>346,800*</u>
28	Total appropriation - game and fish		
29	department	\$ 25,855,400	\$ 25,777,500
30	Fund sources:		
31	Game and fish fund	\$ 23,312,600	\$ 23,234,700
32	Waterfowl conservation fund	43,400	43,400
33	Wildlife endowment fund	16,000	16,000
34	Watercraft licensing fund	2,183,200	2,183,200
35	Game, nongame, fish and		
36	endangered species fund	300,200	300,200
37	Performance measures:		
38	Per cent of public satisfaction with		
39	off-highway vehicle and watercraft		
40	information products and services	65	65
41	Per cent of anglers rating their experience		
42	as "excellent", or greater than or equal		
43	to 9, on a scale of 1 to 10	69	69
44	In addition to the \$2,808,000 for the Pittman - Robertson/Dingell -		
45	Johnson act special line item, the lump sum appropriation includes \$40,000		

for cooperative fish and wildlife research which may be used for the purpose of matching federal and apportionment funds.

The \$300,000 from the game and fish fund and \$46,800 from the watercraft licensing fund in fiscal year 2005-2006 and fiscal year 2006-2007 for the performance incentive pay program special line item shall be used for personal services and employee related expenditures associated with the department's performance incentive pay program in accordance with Laws 1999, chapter 138. This appropriation is a continuing appropriation and is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations.

The game and fish department and the department of transportation shall conduct a joint study to examine the transfer of responsibility for processing watercraft registration from the game and fish department to the department of transportation. This study shall be submitted to the joint legislative budget committee by December 30, 2005 and is to include an implementation plan with a proposed date for the transfer of watercraft registration and examine the overall impact to citizens, potential cost savings, and the number of full-time equivalent positions to be transferred from the game and fish department to the department of transportation.

The shooting range appropriation of \$100,000 in fiscal year 2005-2006 and fiscal year 2006-2007, included in the lump sum appropriation, is a continuing appropriation and is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until December 31, 2007.

Sec. 39. DEPARTMENT OF GAMING

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	115.0	118.0
Operating lump sum appropriation	\$ 8,000,000	\$ 8,000,000
Casino operations certification	1,829,100	1,810,500
Problem gambling	<u>1,812,800</u>	<u>1,812,800</u>
Total appropriation - department of gaming	\$ 11,641,900	\$ 11,623,300
Fund sources:		
Tribal state compact fund	\$ 1,829,100	\$ 1,810,500
Arizona benefits fund	9,512,800	9,512,800
State lottery fund	300,000	300,000
Performance measures:		
Per cent of gaming facilities reviewed for compact compliance	100	100
Per cent of vendor customers satisfied with process	96	96

Sec. 40. ARIZONA GEOLOGICAL SURVEY

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	12.3	12.3
Lump sum appropriation	\$ 796,700	\$ 796,700
Fund sources:		
State general fund	\$ 796,700	\$ 796,700

1	Performance measures:		
2	Satisfaction with service provided		
3	(Scale 1-5)	4.9	4.9
4	Sec. 41. GOVERNMENT INFORMATION TECHNOLOGY AGENCY		
5		<u>2005-06</u>	<u>2006-07</u>
6	FTE positions	21.0	21.0
7	Lump sum appropriation	\$ 2,536,600	\$ 2,539,200
8	Fund sources:		
9	Information technology fund	\$ 2,536,600	\$ 2,539,200
10	Performance measures:		
11	Per cent of information technology (IT)		
12	projects completed on schedule and		
13	within budget	92	92
14	Per cent of agency IT managers rating		
15	GITA performance as excellent	60	60
16	Sec. 42. OFFICE OF THE GOVERNOR		
17		<u>2005-06</u>	
18	Lump sum appropriation	\$ 6,127,700*	
19	Fund sources:		
20	State general fund	\$ 6,127,700	
21	Included in the lump sum appropriation of \$6,127,700 for fiscal year		
22	2005-2006 is \$10,000 for the purchase of mementos and items for visiting		
23	officials.		
24	Sec. 43. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING		
25		<u>2005-06</u>	
26	FTE positions	26.0	
27	Lump sum appropriation	\$ 2,021,400	
28	Fund sources:		
29	State general fund	\$ 2,021,400	
30	Performance measures:		
31	Per cent of participants rating budget and		
32	planning training "good" or "excellent"	98	
33	Sec. 44. DEPARTMENT OF HEALTH SERVICES		
34		<u>2005-06</u>	
35	<u>Administration</u>		
36	FTE positions	406.5	
37	Operating lump sum appropriation	\$ 15,696,800	
38	Fund sources:		
39	State general fund	13,921,200	
40	Capital outlay stabilization		
41	fund	1,576,100	
42	Emergency medical services		
43	operating fund	199,500	
44	Assurance and licensure	\$ 9,371,900	

1	Fund sources:	
2	State general fund	\$ 7,484,200
3	Federal child care and development	
4	fund block grant	729,000
5	Hearing and speech professionals	
6	fund	296,200
7	Nursing care institution resident	
8	protection fund	38,000
9	Tobacco tax and health care fund -	
10	medically needy account	200,000
11	Expenditure authority	624,500
12	Attorney general legal services	\$ 412,800
13	Fund sources:	
14	State general fund	\$ 362,800
15	Emergency medical services	
16	operating fund	50,000
17	Newborn screening fund - indirect	
18	costs	478,600
19	Fund sources:	
20	Newborn screening fund	\$ 478,600
21	Indirect cost fund	\$ 7,153,000
22	Fund sources:	
23	Indirect cost fund	7,153,000
24	Performance measures:	
25	Per cent of relicensure surveys completed	
26	on time	
27	Child care facilities	75
28	Health care facilities	50
29	Per cent of complaint investigations initiated	
30	later than investigative guidelines	
31	Child care facilities	5
32	Health care facilities	25
33	The department of health services shall report to the joint legislative	
34	budget committee by August 15, 2005 on an expenditure plan to use \$200,000 in	
35	additional funding to reduce licensure backlogs in health care facilities.	
36	The department shall further report to the committee by June 30, 2006 on the	
37	outcome of these efforts to reduce health care licensure backlogs.	
38	<u>Public health</u>	
39	FTE positions	240.5
40	Operating lump sum appropriation	\$ 5,706,300
41	Fund sources:	
42	State general fund	\$ 4,927,100
43	Emergency medical services	
44	operating fund	779,200
45	AIDS reporting and surveillance	\$ 1,125,000
46	Fund sources:	

1	State general fund	\$ 1,125,000
2	Alzheimer's disease research	\$ 2,000,000
3	Fund sources:	
4	State general fund	\$ 1,000,000
5	Health research fund	1,000,000
6	Alzheimer's research - biotechnology	\$ 3,000,000
7	Fund sources:	
8	Tobacco tax and health care fund	
9	medically needy account	\$ 3,000,000
10	Arizona statewide immunization	
11	information system	\$ 460,900
12	Fund sources:	
13	State general fund	\$ 460,900
14	Community health centers	\$ 10,412,300
15	Fund sources:	
16	State general fund	\$ 10,412,300
17	County public health	\$ 200,000
18	Fund sources:	
19	State general fund	\$ 200,000
20	County tuberculosis provider	
21	care and control	\$ 1,010,500
22	Fund sources:	
23	State general fund	\$ 1,010,500
24	Diabetes prevention and control	\$ 100,000
25	Fund sources:	
26	State general fund	\$ 100,000
27	Direct grants	\$ 460,300
28	Fund sources:	
29	State general fund	\$ 460,300
30	EMS operations	\$ 2,924,300
31	Fund sources:	
32	Emergency medical services	
33	operating fund	\$ 2,924,300
34	Hepatitis C surveillance	\$ 360,900
35	Fund sources:	
36	State general fund	\$ 360,900
37	Kidney program	\$ 50,500
38	Fund sources:	
39	State general fund	\$ 50,500
40	Laboratory services	\$ 3,902,200
41	Fund sources:	
42	State general fund	\$ 3,041,900
43	Environmental laboratory licensure	
44	revolving fund	860,300
45	Loan repayment	\$ 250,000
46	Fund sources:	

1	Arizona medical board fund	\$	100,000
2	Emergency medical services		
3	operating fund		150,000
4	Poison control center funding	\$	925,000
5	Fund sources:		
6	Poison control fund	\$	925,000
7	Reimbursement to counties	\$	67,900
8	Fund sources:		
9	State general fund	\$	67,900
10	Renal and nonrenal disease management	\$	468,000
11	Fund sources:		
12	State general fund	\$	468,000
13	Scorpion antivenom	\$	150,000
14	Fund sources:		
15	State general fund	\$	150,000
16	STD control subventions	\$	26,300
17	Fund sources:		
18	State general fund	\$	26,300
19	Telemedicine	\$	260,000
20	Fund sources:		
21	State general fund	\$	260,000
22	Trauma advisory board	\$	360,400
23	Fund sources:		
24	Emergency medical services		
25	operating fund	\$	360,400
26	University of Arizona poison		
27	control center funding	\$	1,275,000
28	Fund sources:		
29	Poison control fund	\$	1,275,000
30	Vaccines	\$	3,784,300
31	Fund sources:		
32	State general fund	\$	3,784,300
33	Performance measures:		
34	Immunization rate among 2-year-old children		80
35	Per cent of high school youth who smoked		
36	in the last month		18
37	Customer waiting time in vital records		
38	lobby (in minutes)		20
39	Of the \$10,412,300 appropriated for community health centers, \$744,000		
40	shall be distributed as follows for county primary care programs: Pinal		
41	county, \$180,000; Yavapai county, \$564,000.		
42	The department of health services may use up to four per cent of the		
43	amounts appropriated for renal and nonrenal disease management, community		
44	health centers and telemedicine for the administrative costs to implement		
45	each program.		

No monies appropriated for AIDS reporting and surveillance and renal and nonrenal disease management may be spent for services for persons who are not residents of this state.

The department of health services shall require the screening of potential recipients of vaccines for private insurance coverage, eligibility for the federal vaccines for children program and eligibility for the state children's health insurance program. This requirement applies to vaccines purchased with state monies appropriated for the vaccines special line item for both the federal 317 program and the state-only immunization program.

The department of health services shall report to the joint legislative budget committee by February 1, 2006 on the amount of federal monies received for fiscal year 2005-2006 for the 317 vaccines program.

The appropriation for direct grants is to provide for local health work and a portion of the cost of employing 1 public health nurse and 1 sanitarian in counties with populations of less than 500,000 persons. The monies are to be divided equally among eligible counties on a nonmatching basis. All monies that are received by a county under this appropriation and that are not used for the prescribed purposes revert to the state general fund.

The \$67,900 appropriated for reimbursement to counties is to provide matching monies to counties with populations of less than 500,000 persons for local health work on an equal matching basis and shall be distributed based on the proportion of funding each county received in fiscal year 2002-2003.

The \$200,000 appropriated for county public health shall be distributed as follows to the following counties to reimburse local health departments pursuant to section 36-189, Arizona Revised Statutes: Coconino, \$36,220; Gila, \$5,440; Mohave, \$30,780; Yavapai, \$25,820; Yuma, \$101,740.

The \$3,000,000 appropriated for Alzheimer's research - biotechnology shall be allocated to the disease control research commission, who shall only expend the funding for research on Alzheimer's disease conducted by a nonprofit medical research foundation in this state that specializes in biotechnology and that collaborates with universities, hospitals, biotechnology and health science research centers and other public and private biotechnology businesses in the state. The department of health services and the disease control research commission shall not retain any of this funding for administration.

Family health

FTE positions	89.8
Operating lump sum appropriation	\$ 5,219,300
Fund sources:	
State general fund	\$ 3,291,700
Expenditure authority	1,927,600
Abstinence funding	\$ 1,000,000
Fund sources:	
State general fund	\$ 1,000,000
Adult cystic fibrosis	\$ 105,200
Fund sources:	

1	State general fund	\$ 105,200
2	Adult sickle cell anemia	\$ 33,000
3	Fund sources:	
4	State general fund	\$ 33,000
5	AHCCCS - children's rehabilitative	
6	services	\$ 53,934,900
7	Fund sources:	
8	State general fund	\$ 17,745,900
9	Expenditure authority	36,189,000
10	Breast and cervical cancer	
11	screening	\$ 1,090,000
12	Fund sources:	
13	State general fund	\$ 1,090,000
14	Child fatality review team	\$ 100,000
15	Fund sources:	
16	Child fatality review fund	\$ 100,000
17	Children's rehabilitative	
18	services	\$ 3,587,000
19	Fund sources:	
20	State general fund	\$ 3,587,000
21	County nutrition services	\$ 330,300
22	Fund sources:	
23	State general fund	\$ 330,300
24	County prenatal services grant	\$ 1,148,500
25	Fund sources:	
26	State general fund	\$ 1,148,500
27	Folic acid	\$ 200,000
28	Fund sources:	
29	Tobacco tax and health care fund -	
30	medically needy account	\$ 200,000
31	Health start	\$ 226,600
32	Fund sources:	
33	State general fund	\$ 226,600
34	High risk perinatal services	\$ 3,630,600
35	Fund sources:	
36	State general fund	\$ 3,180,600
37	Emergency medical services	
38	operating fund	450,000
39	Medicaid special exemption	
40	payments	\$ 1,176,900
41	Fund sources:	
42	State general fund	\$ 387,200
43	Expenditure Authority	789,700
44	Newborn screening program	\$ 3,205,100
45	Fund sources:	
46	Newborn screening program fund	\$ 3,205,100

1 Performance measures:

2 Number of newborns screened under newborn

3 screening program 92,500

4 The amounts appropriated for children's rehabilitative services and for
5 AHCCCS - children's rehabilitative services are intended to cover all costs
6 in full for contracts for the provision of services to clients, unless a
7 transfer of monies is approved by the joint legislative budget committee.

8 The department of health services may transfer up to \$350,000 in
9 revenues from the indirect cost fund to the Arizona health care cost
10 containment system for the purpose of meeting indirect cost state match
11 requirements related to AHCCCS - children's rehabilitative services program.

12 Of the \$3,630,600 appropriated for high risk perinatal services
13 \$583,000 shall be distributed to counties.

14 The department of health services shall distribute all monies
15 appropriated for the county prenatal services grant on a pass-through basis
16 with consideration to population, need and amount received in prior years.

17 Behavioral health

18 FTE positions 122.0

19 Operating lump sum appropriation \$ 8,656,300

20 Fund sources:

21 State general fund \$ 4,169,200

22 Expenditure authority 4,487,100

23 Arnold v. Sarn \$ 37,696,400

24 Fund sources:

25 State general fund \$ 27,500,000

26 Expenditure authority 10,196,400

27 Children's behavioral health
28 services \$ 9,351,800

29 Fund sources:

30 State general fund \$ 9,351,800

31 Children's behavioral health state
32 match for title XIX \$265,932,200

33 Fund sources:

34 State general fund \$ 87,498,400

35 Expenditure authority 178,433,800

36 Court monitoring \$ 197,500

37 Fund sources:

38 State general fund \$ 197,500

39 Medicaid special exemption
40 payments \$ 15,850,300

41 Fund sources:

42 State general fund \$ 5,215,200

43 Expenditure authority 10,635,100

44 Medicare clawback payments \$ - 0 -

45 Fund sources:

46 State general fund \$ - 0 -

1	Fund sources:	
2	Mental health and substance abuse	
3	state match for title XIX	\$ 80,839,300
4	Fund sources:	
5	State general fund	\$ 26,598,200
6	Expenditure authority	54,241,100
7	Mental health nontitle XIX	\$ 2,447,300
8	Fund sources:	
9	State general fund	\$ 2,447,300
10	Proposition 204 - administration	\$ 6,126,500
11	Fund sources:	
12	State general fund	\$ 1,997,100
13	Expenditure authority	4,129,400
14	Proposition 204 - children's	
15	behavioral health services	\$ 3,146,900
16	Fund sources:	
17	State general fund	\$ 1,035,400
18	Expenditure authority	2,111,500
19	Proposition 204 - general mental	
20	health and substance abuse	\$ 75,592,500
21	Fund sources:	
22	State general fund	\$ 24,871,900
23	Expenditure authority	50,720,600
24	Proposition 204 - seriously	
25	mentally ill services	\$158,811,500
26	Fund sources:	
27	State general fund	\$ 52,252,900
28	Expenditure authority	106,558,600
29	Seriously emotionally handicapped	
30	children	\$ 500,000
31	Fund sources:	
32	State general fund	\$ 500,000
33	Seriously mentally ill nontitle	
34	XIX	\$ 61,116,700
35	Fund sources:	
36	State general fund	\$ 30,691,900
37	Tobacco tax and health care fund	
38	medically needy account	30,424,800
39	Seriously mentally ill state match	
40	for title XIX	\$161,122,000
41	Fund sources:	
42	State general fund	\$ 53,013,200
43	Expenditure authority	108,108,800
44	Substance abuse nontitle XIX	\$ 14,635,400
45	Fund sources:	
46	State general fund	\$ 12,135,400

1 Substance abuse services fund 2,500,000

2 Performance measures:

3 Per cent of RBHA title XIX clients

4 satisfied with services 90

5 Per cent of title XIX population that is

6 enrolled in a behavioral health service 11.5

7 The amount appropriated for children's behavioral health services shall
8 be used to provide services for nontitle XIX eligible children. The amount
9 shall not be used to pay for either federally or nonfederally reimbursed
10 services for title XIX eligible children, unless a transfer of monies is
11 reviewed by the joint legislative budget committee.

12 On a monthly basis, the department shall provide information to the
13 joint legislative budget committee by program for all populations on the
14 number of new and nontitle XIX clients reviewed for title XIX eligibility
15 under proposition 204 as well as the number that convert from nontitle XIX
16 status or that are newly enrolled.

17 It is the intent of the legislature that the total amount available in
18 the Arnold v. Sarn special line item be used for the population covered by
19 the Arnold v. Sarn lawsuit in counties with a population of over two million
20 or more persons and for seriously mentally ill persons that meet the same
21 criteria as those covered by the Arnold v. Sarn lawsuit in counties with
22 populations of less than two million persons.

23 It is the intent of the legislature that the per cent attributable to
24 administration/profit for the regional behavioral health authority in
25 Maricopa county is nine per cent of the overall capitation rate.

26 Arizona state hospital

27 FTE positions 876.7

28 Operating lump sum appropriation \$ 43,924,700

29 Fund sources:

30 State general fund \$ 37,105,400

31 Arizona state hospital fund 6,469,300

32 ASH land earnings fund 350,000

33 Community placement treatment \$ 6,704,800

34 Fund sources:

35 State general fund \$ 5,574,100

36 Arizona state hospital fund 1,130,700

37 Corrective action plan \$ 3,564,600

38 Fund sources:

39 Arizona state hospital fund \$ 3,564,600

40 Sexually violent persons \$ 9,999,100

41 Fund sources:

42 State general fund \$ 9,999,100

43 Performance measures:

44 Per cent of adult clients successfully

45 placed in community who return for

46 another stay within 1 year of discharge 5.0

1 The department shall report to the joint legislative budget committee
 2 by March 1 of each year on preliminary actuarial estimates of the capitation
 3 rate increases for the following fiscal year. Before implementation of any
 4 changes in capitation rates for the AHCCCS - children's rehabilitative
 5 services special line item and any title XIX behavioral health line items,
 6 the department of health services shall report its expenditure plan to the
 7 joint legislative budget committee for its review. Unless required for
 8 compliance with federal law, before the department implements any changes in
 9 policy affecting the amount, sufficiency, duration and scope of health care
 10 services and who may provide services, the department shall prepare a fiscal
 11 impact analysis on the potential effects of this change on the following
 12 year's capitation rates. If the fiscal analysis demonstrates that these
 13 changes will result in additional state costs of \$500,000 or greater for a
 14 given fiscal year, the department shall submit the policy changes to the
 15 joint legislative budget committee for review. The department shall also
 16 report quarterly to the joint legislative budget committee itemizing all
 17 policy changes with fiscal impacts of less than \$500,000 in state costs.

18 In addition to the appropriation for the department of health services,
 19 earnings on state lands and interest on the investment of the permanent land
 20 funds are appropriated to the state hospital in compliance with the enabling
 21 act and the Constitution of Arizona.

22 A monthly report comparing total expenditures for the month and
 23 year-to-date as compared to prior year totals shall be forwarded to the
 24 president of the senate, the speaker of the house of representatives, the
 25 chairmen of the senate and house of representatives appropriations committees
 26 and the director of the joint legislative budget committee by the thirtieth
 27 of the following month. The report shall include an estimate of (1)
 28 potential shortfalls in programs, (2) potential federal and other funds, such
 29 as the statewide assessment for indirect costs, that may be available to
 30 offset these shortfalls, and a plan, if necessary, for eliminating any
 31 shortfall without a supplemental appropriation, and (3) total expenditure
 32 authority of the month and year-to-date for seriously mentally ill state
 33 match for title XIX, seriously mentally ill nontitle XIX, children's
 34 behavioral health services, children's behavioral health state match for
 35 title XIX, mental health nontitle XIX, substance abuse nontitle XIX,
 36 seriously emotionally handicapped children and children's rehabilitative
 37 services.

38 Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,
 39 any transfer to or from the amounts appropriated for seriously mentally ill
 40 state match for title XIX, seriously mentally ill nontitle XIX,
 41 Arnold v. Sarn, folic acid, children's behavioral health services, children's
 42 behavioral health state match for title XIX, mental health nontitle XIX,
 43 substance abuse nontitle XIX, mental health and substance abuse state match
 44 for title XIX, seriously emotionally handicapped children, children's
 45 rehabilitative services, AHCCCS - children's rehabilitative services, adult
 46 cystic fibrosis, adult sickle cell anemia, high risk perinatal services,

1 county prenatal services grant, community placement treatment, sexually
 2 violent persons, county tuberculosis provider care and control, kidney
 3 program, county nutrition services, community health centers, vaccines, renal
 4 and nonrenal disease management, AIDS reporting and surveillance,
 5 telemedicine, university of Arizona poison center funding and the poison
 6 control center funding shall require review by the joint legislative budget
 7 committee. The department may transfer monies between the amounts
 8 appropriated for proposition 204 children's behavioral health services,
 9 proposition 204 seriously mentally ill services, and proposition 204 general
 10 mental health and substance abuse without review by the joint legislative
 11 budget committee but may not transfer monies to and from these line items to
 12 any other line item except as provided above without review by the joint
 13 legislative budget committee. The amounts appropriated for these items shall
 14 be used exclusively for contracts for the provision of services to clients
 15 unless a transfer of monies is reviewed by the joint legislative budget
 16 committee or unless otherwise permitted to be expended for administrative
 17 costs as specified in this act. Monies shall not be used from these
 18 appropriated amounts for any other expenses of the department of health
 19 services, unless a transfer of monies is reviewed by the joint legislative
 20 budget committee.

21 Sec. 45. ARIZONA HISTORICAL SOCIETY

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	59.9	59.9
Operating lump sum appropriation	\$ 2,007,000	\$ 2,007,000
Field services and grants	80,000	80,000
Papago park museum	<u>2,084,100</u>	<u>2,086,200</u>
Total appropriation - Arizona historical		
society	\$ 4,171,100	\$ 4,173,200
Fund sources:		
State general fund	\$ 3,977,400	\$ 3,979,500
Capital outlay stabilization fund	193,700	193,700
Performance measures:		
Paid number of visitors	30,000	30,000
Customer satisfaction rating (Scale 1-8)	7.0	7.0
Of the \$80,000 appropriation for field services and grants, \$50,000		
reverts if the city of Phoenix does not make its agreed upon cash		
contribution pursuant to the memorandum of understanding executed between the		
city of Phoenix and the Arizona historical society.		

39 Sec. 46. PRESCOTT HISTORICAL SOCIETY

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	16.0	16.0
Lump sum appropriation	\$ 639,100	\$ 639,100
Fund sources:		
State general fund	\$ 639,100	\$ 639,100
Performance measures:		
Paid number of visitors	15,000	15,000

1	Customer satisfaction rating (Scale 1-8)	7.9	7.9
2	Sec. 47. BOARD OF HOMEOPATHIC MEDICAL EXAMINERS		
3		<u>2005-06</u>	<u>2006-07</u>
4	FTE positions	1.0	1.0
5	Lump sum appropriation	\$ 77,600**	\$ 78,300
6	Fund sources:		
7	Board of homeopathic medical		
8	examiners fund	\$ 77,600	\$ 78,300
9	Performance measures:		
10	Average calendar days to resolve a complaint	130	130
11	Average calendar days to renew a license	47	47
12	Customer satisfaction rating (Scale 1-8)	6.0	6.0
13	Sec. 48. DEPARTMENT OF HOUSING		
14		<u>2005-06</u>	<u>2006-07</u>
15	FTE positions	9.0	9.0
16	Lump sum appropriation	\$ 664,700	\$ 654,200
17	Fund sources:		
18	Housing trust fund	\$ 664,700	\$ 654,200
19	Performance measures:		
20	Households assisted into homeownership	295	295
21	Affordable rental units assisted	4,311	4,311
22	Customer satisfaction rating (Scale 1-7)	6.1	6.1
23	Sec. 49. ARIZONA COMMISSION OF INDIAN AFFAIRS		
24		<u>2005-06</u>	<u>2006-07</u>
25	FTE positions	3.0	3.0
26	Lump sum appropriation	\$ 205,100	\$ 205,100
27	Fund sources:		
28	State general fund	\$ 205,100	\$ 205,100
29	Performance measures:		
30	Per cent of tribes, legislators, and		
31	state agencies rating commission		
32	information, and referral services		
33	as "good" or "better"	88	88
34	Sec. 50. INDUSTRIAL COMMISSION		
35		<u>2005-06</u>	<u>2006-07</u>
36	FTE positions	285.0	285.0
37	Lump sum appropriation	\$ 17,212,300	\$ 17,204,000
38	Fund sources:		
39	Industrial commission		
40	administrative fund	\$ 17,212,300	\$ 17,204,000
41	Performance measures:		
42	Average number of days to resolve a case		
43	by the administrative law judge division	125	125
44	Per cent of workers' compensation claims		
45	processed within 5 days	99	99
46	Elevator inspections conducted	5,500	5,500

1	Customer satisfaction rating for workers'		
2	compensation program (Scale 1-8)	7.0	7.0
3	Sec. 51. DEPARTMENT OF INSURANCE		
4		<u>2005-06</u>	<u>2006-07</u>
5	FTE positions	106.5	106.5
6	Operating lump sum appropriation	\$ 5,822,100	\$ 5,822,100
7	Managed care and dental plan		
8	oversight	525,600	525,600
9	NCOIL participation	<u>25,000</u>	<u>25,000</u>
10	Total appropriation - department of insurance	\$ 6,372,700	\$ 6,372,700
11	Fund sources:		
12	State general fund	\$ 6,347,700	\$ 6,347,700
13	Captive insurance regulatory		
14	and supervision fund	25,000	25,000
15	Performance measures:		
16	Average calendar days to complete a		
17	consumer complaint investigation	110	110
18	Per cent of survey licensees respondents		
19	indicating "satisfied" or "better"	92	92
20	Per cent of consumer services survey		
21	respondents indicating "satisfied"		
22	or "better"	75	75
23	Average number of days to issue a license	45	45
24	The \$25,000 appropriated in the NCOIL participation special line item		
25	is for the costs of participating in the national conference of insurance		
26	legislators.		
27	Sec. 52. ARIZONA JUDICIARY		
28		<u>2005-06</u>	
29	<u>Supreme court</u>		
30	FTE positions	227.6	
31	Operating lump sum appropriation	\$ 14,391,900	
32	Automation	14,826,900	
33	County reimbursements	246,000	
34	Court appointed special advocate	3,217,600	
35	Domestic relations	713,900	
36	Foster care review board	2,136,900	
37	Commission on judicial conduct	348,600	
38	Judicial nominations and		
39	performance review	284,300	
40	Model court	514,300	
41	Rural state aid to courts	418,500	
42	State aid	<u>5,620,800</u>	
43	Total appropriation - supreme court	\$ 42,719,700	

1	Fund sources:	
2	State general fund	\$ 12,273,100
3	Confidential intermediary and	
4	fiduciary fund	476,900
5	Court appointed special advocate	
6	fund	3,967,600
7	Criminal justice enhancement fund	3,091,800
8	Defensive driving school fund	5,691,400
9	Judicial collection enhancement	
10	fund	14,774,600
11	State aid to the courts fund	2,444,300

12	Performance measures:	
13	Customer satisfaction rating for defensive	
14	driving schools (Scale 1-8)	7.6

15 By September 1, 2005, the supreme court shall report to the joint
 16 legislative budget committee on current and future automation projects
 17 coordinated by the administrative office of the courts. The report shall
 18 include a list of court automation projects that receive state monies and
 19 shall include projects occurring in the current fiscal year, as well as
 20 projects planned for the next two fiscal years. The report shall provide a
 21 description of each project as well as the funding source, estimated cost for
 22 each fiscal year, number of FTE positions, the entities involved, and the
 23 goals and anticipated results for each automation project. The report shall
 24 be submitted in one summary document.

25 Included in the appropriation for the supreme court program is \$1,000
 26 for the purchase of mementos and items for visiting officials.

27 By November 1, 2005, the administrative office of the courts shall
 28 report to the joint legislative budget committee on the total receipts and
 29 expenditures in each account of the adult probation services fund established
 30 by section 12-267, Arizona Revised Statutes, and the juvenile probation fund
 31 established by section 12-268, Arizona Revised Statutes. The report shall
 32 present the information by county and include the amount of personal services
 33 expended from each revenue source of each account.

34 All case processing assistance fund receipts received by the
 35 administrative office of the courts in excess of \$3,091,800 in fiscal year
 36 2005-2006 are appropriated to the supreme court. Before the expenditure of
 37 any case processing assistance fund receipts in excess of \$3,091,800 in
 38 fiscal year 2005-2006, the administrative office of the courts shall submit
 39 the intended use of the monies for review by the joint legislative budget
 40 committee.

41 All defensive driving school fund receipts received by the
 42 administrative office of the courts in excess of \$5,691,400 in fiscal year
 43 2005-2006 are appropriated to the supreme court. Before the expenditure of
 44 any defensive driving school fund receipts in excess of \$5,691,400 in fiscal
 45 year 2005-2006, the administrative office of the courts shall submit the

intended use of the monies for review by the joint legislative budget committee.

Notwithstanding any other law, the amount appropriated for rural state aid to courts shall be allocated to counties with populations of less than 500,000 persons.

All judicial collection enhancement fund receipts received by the administrative office of the courts in excess of \$14,774,600 in fiscal year 2005-2006 are appropriated to the supreme court. Before the expenditure of judicial collection enhancement fund receipts in excess of \$14,774,600 in fiscal year 2005-2006, the administrative office of the courts shall submit the intended use of the monies for review by the joint legislative budget committee.

The administrative office of the courts shall not transfer monies between the supreme court operating budget and the automation line item without review by the joint legislative budget committee.

Court of appeals

FTE positions	140.8
Division I	\$ 7,981,200
Performance measures:	
Customer satisfaction rating for settlement program (Scale 1-8)	6.8
Division II	\$ 3,706,700
Performance measures:	
Customer satisfaction rating for settlement program (Scale 1-8)	7.6
Total appropriation - court of appeals	\$ 11,687,900
Fund sources:	
State general fund	\$ 11,687,900

Of the 140.8 full-time equivalent positions for fiscal year 2005-2006, 102.8 FTE positions are for Division I and 38.0 FTE positions are for Division II.

Superior court

FTE positions	202.3
Judges compensation	\$ 15,035,900
Adult standard probation	11,453,200
Adult intensive probation	10,168,200
Community punishment	2,743,400
Interstate compact	570,200
Juvenile standard probation	7,639,000
Juvenile intensive probation	13,241,200
Juvenile treatment services	22,101,400
Juvenile family counseling	660,400

1	Juvenile crime reduction	5,153,000
2	Progressively increasing	
3	consequences	9,391,900
4	Special water master	<u>20,000</u>
5	Total appropriation - superior court	\$ 98,177,800
6	Fund sources:	
7	State general fund	\$ 90,694,400
8	Criminal justice enhancement fund	6,983,400
9	Drug treatment and education fund	500,000
10	Performance measures:	
11	Customer satisfaction rating by states	
12	participating in the interstate compact	
13	(Scale 1-8)	7.4
14	<u>Juvenile standard probation:</u>	
15	Per cent of probationers successfully	
16	completing probation without a referral	
17	(a notice of misbehavior)	80
18	<u>Juvenile intensive probation (JIPS):</u>	
19	Per cent of probationers successfully	
20	completing probation without a referral	
21	(a notice of misbehavior)	75
22	<u>Adult standard probation:</u>	
23	Per cent of probationers successfully	
24	completing probation without a new	
25	conviction	75
26	<u>Adult intensive probation (AIPS):</u>	
27	Per cent of probationers successfully	
28	completing probation without a new	
29	conviction	70

30 Of the 202.3 FTE positions, 161 FTE positions represent superior court
31 judges. One-half of their salaries are provided by state general fund
32 appropriations pursuant to section 12-128, Arizona Revised Statutes. This is
33 not meant to limit the counties' ability to add additional judges pursuant to
34 section 12-121, Arizona Revised Statutes.

35 Up to 4.6 per cent of the amounts appropriated for juvenile probation
36 services - treatment services and progressively increasing consequences may
37 be retained and expended by the supreme court to administer the programs
38 established by section 8-322, Arizona Revised Statutes, and to conduct
39 evaluations as needed. The remaining portion of the treatment services and
40 progressively increasing consequences programs shall be deposited in the
41 juvenile probation services fund established by section 8-322, Arizona
42 Revised Statutes.

43 Receipt of state probation monies by the counties is contingent on the
44 county maintenance of fiscal year 2003-2004 expenditure levels for each
45 probation program. State probation monies are not intended to supplant
46 county dollars for probation programs.

1 All community punishment program receipts received by the
 2 administrative office of the courts in excess of \$2,743,400 in fiscal year
 3 2005-2006 are appropriated to the community punishment line item. Before the
 4 expenditure of any community punishment receipts in excess of \$2,743,400 in
 5 fiscal year 2005-2006, the administrative office of the courts shall submit
 6 the intended use of the monies for review by the joint legislative budget
 7 committee.

8 All juvenile crime reduction fund receipts received by the
 9 administrative office of the courts in excess of \$5,153,000 in fiscal year
 10 2005-2006 are appropriated to the juvenile crime reduction line item. Before
 11 the expenditure of any juvenile crime reduction fund receipts in excess of
 12 \$5,153,000 in fiscal year 2005-2006, the administrative office of the courts
 13 shall submit the intended use of the monies for review by the joint
 14 legislative budget committee.

15 The administrative office of the courts shall not allocate any monies
 16 appropriated for adult probation services to Maricopa county. It is the
 17 intent of the legislature that Maricopa county will pay for adult probation
 18 programs in that county.

19		
20	Total appropriation - Arizona judiciary	\$152,585,400
21	Fund sources:	
22	State general fund	\$114,655,400
23	Confidential intermediary and	
24	fiduciary fund	476,900
25	Court appointed special advocate	
26	fund	3,967,600
27	Criminal justice enhancement fund	10,075,200
28	Defensive driving school fund	5,691,400
29	Drug treatment and education fund	500,000
30	Judicial collection enhancement	
31	fund	14,774,600
32	State aid to the courts fund	2,444,300
33	Sec. 53. DEPARTMENT OF JUVENILE CORRECTIONS	
34		<u>2005-06</u>
35	FTE positions	1,163.7
36	Lump sum appropriation	\$ 73,684,500
37	Fund sources:	
38	State general fund	\$ 67,515,100
39	State charitable, penal and	
40	reformatory institutions	
41	land fund	3,360,000
42	Criminal justice enhancement fund	585,300
43	State education fund for committed	
44	youth	2,224,100

1 Performance measures:

2 Escapes from DJC secure care facilities	0
3 Juveniles passing the GED language test	92
4 Per cent of juveniles who show progress in	
5 their primary treatment problem area	80
6 Per cent of juveniles returned to custody	
7 within 12 months of release	18

8 The lump sum appropriation of \$73,684,500 includes \$6,674,800 of
 9 additional monies to address operating and capital expenses related to a
 10 federal audit. The department may use these monies for audit-related
 11 education, health and safety renovation projects after review of the joint
 12 committee on capital review.

13 The department shall provide a travel stipend to all southwest regional
 14 juvenile correction complex staff whose residence is at least twenty miles
 15 from work.

16 Twenty-five per cent of land earnings and interest from the state
 17 charitable, penal and reformatory institutions land fund shall be distributed
 18 to the department of juvenile corrections, in compliance with section 25 of
 19 the enabling act and with the Constitution of Arizona, to be used for the
 20 support of state juvenile institutions and reformatories.

21 Before the expenditure of any state education fund for committed youth
 22 receipts in excess of \$2,224,100, the department of juvenile corrections
 23 shall report the intended use of the monies to the director of the joint
 24 legislative budget committee.

25 Sec. 54. STATE LAND DEPARTMENT

26		<u>2005-06</u>
27	FTE positions	206.4
28	Operating lump sum appropriation	\$ 16,455,300
29	Natural resource conservation	
30	districts	446,100
31	Environmental county grants	125,000
32	CAP user fees	1,859,300
33	Inmate fire crews	<u>1,154,800</u>
34	Total appropriation - state land department	\$ 20,040,500

35 Fund sources:

36	State general fund	\$ 19,454,800
37	Environmental special plate fund	266,100
38	ADOA risk management fund	319,600

39 Performance measures:

40	Average land sales processing time	
41	(application to auction, in months)	23.1
42	Per cent of customers giving the department	
43	a rating above 4 (5 = very satisfied)	90
44	Total trust generated	\$333,300,000

45 The appropriation includes \$1,859,300 for central Arizona project user
 46 fees in fiscal year 2005-2006. For every dollar received as reimbursement to

1 the state in fiscal year 2005-2006, from cities that assume their allocation
2 of central Arizona project water for past central Arizona water conservation
3 district payments, one dollar reverts to the state general fund in the year
4 that the reimbursement is collected.

5 Of the amount appropriated for natural resource conservation districts
6 in fiscal year 2005-2006, \$30,000 shall be used to provide grants to NRCD
7 environmental education centers.

8 Of the operating lump sum appropriation, the sum of \$3,064,900
9 supplements current planning and disposition funding and shall be used by the
10 state land department for the sole purpose of the planning and disposition of
11 state trust land as follows:

12 1. The employment of outside professional services.

13 2. At least two of the twelve newly appropriated full-time equivalent
14 employment positions for the planning and disposition of state trust land
15 located within five miles of the corporate boundaries of incorporated cities
16 and towns having a population of less than one hundred thousand persons.

17 3. The state land commissioner shall provide for the disposition of
18 state trust land in the most expeditious manner consistent with the fiduciary
19 duties prescribed by the Enabling Act and the Constitution of Arizona. Each
20 calendar quarter the commissioner shall provide a report to the joint
21 legislative budget committee on the planning, sale and lease of trust land in
22 the preceding quarter. The report shall:

23 (a) Identify the number of acres that were added to a conceptual plan,
24 added to a master plan, otherwise planned or prepared for disposition, sale
25 and long-term commercial lease.

26 (b) Include an analysis of the volume of trust land in each county
27 entering the real estate market in comparison with private and other land in
28 the real estate market.

29 (c) Distinguish between urban and rural parcels.

30 (d) Indicate the value added or revenue received.

31 (e) List the resources used and dedicated to trust land planning and
32 disposition, including full-time equivalent positions, contracts and
33 appropriated and nonappropriated expenditures for each of the items included
34 in the report.

35 (f) Include in the report for the final quarter of the fiscal year a
36 fiscal year-end inventory of trust land prepared for sale, including the
37 appraised value and fiscal year-end totals for the fiscal year regarding:

38 (i) The amount of trust land sold.

39 (ii) The amount of trust land put under long-term commercial lease.

40 (iii) The amount of revenue collected from the sale of trust land.

41 (iv) The amount of revenue collected from the long-term commercial
42 lease of trust land.

43 (v) The amount of purchase price financed on installment sales of
44 state trust land and the principal payoff terms and anticipated yield to the
45 trust over the terms of the installment sales.

1	Sec. 55. LAW ENFORCEMENT MERIT SYSTEM COUNCIL		
2		<u>2005-06</u>	<u>2006-07</u>
3			
4	FTE positions	1.0	1.0
5	Lump sum appropriation	\$ 69,200	\$ 66,600
6	Fund sources:		
7	State general fund	\$ 69,200	\$ 66,600
8	Sec. 56. LEGISLATURE		
9		<u>2005-06</u>	
10	<u>Senate</u>		
11	Lump sum appropriation	\$ 7,841,500*	
12	Fund sources:		
13	State general fund	\$ 7,841,500	
14	Included in the lump sum appropriation of \$7,841,500 for fiscal year		
15	2005-2006 is \$1,000 for the purchase of momentos and items for visiting		
16	officials.		
17	<u>House of representatives</u>		
18	Lump sum appropriation	\$ 11,955,500*	
19	Fund sources:		
20	State general fund	\$ 11,955,500	
21	Included in the lump sum appropriation of \$11,955,500 for fiscal year		
22	2005-2006 is \$1,000 for the purchase of momentos and items for visiting		
23	officials.		
24	<u>Legislative council</u>		
25	FTE positions	47.8	
26	Operating lump sum appropriation	\$ 4,656,700*	
27	Ombudsman-citizens aide office	<u>371,700*</u>	
28	Total appropriation - legislative		
29	council	\$ 5,028,400*	
30	Fund sources:		
31	State general fund	\$ 5,028,400	
32	Performance measures:		
33	Per cent of customers rating accuracy and		
34	timeliness of bill drafting "good" or		
35	"excellent" based on annual survey	97	
36	Per cent of customers rating accuracy of		
37	computer help desk "good" or "excellent"		
38	based on annual survey	94	
39	Per cent of investigations completed		
40	within 3 months by office of the		
41	ombudsman-citizens aide	91	

1	<u>Joint legislative budget committee</u>	
2	FTE positions	35.0
3	Lump sum appropriation	\$ 2,701,100*
4	Fund sources:	
5	State general fund	\$ 2,701,100
6	Performance measures:	
7	Survey of legislator satisfaction (4=high)	3.66
8	Errors in budget bills	0
9	Maximum per cent actual revenues vary	
10	from forecasted revenues	+ -3.0
11	Days to transmit fiscal notes	14
12	<u>Auditor general</u>	
13	FTE positions	184.4
14	Lump sum appropriation	\$ 12,559,200*
15	Fund sources:	
16	State general fund	\$ 12,559,200
17	Performance measures:	
18	Per cent of single audit recommendations	
19	implemented or adopted within 1 year	
20	for financial audits	65
21	Per cent of administrative recommendations	
22	implemented or adopted within 2 years for	
23	performance audits	95
24	Customer satisfaction rating (Scale 1-8)	6.8
25	<u>Library, archives and public records</u>	
26	FTE positions	114.8
27	Operating lump sum appropriation	\$ 6,723,900
28	Grants-in-aid	651,400
29	Statewide radio reading service	
30	for the blind	<u>97,000</u>
31	Total appropriation - library,	
32	archives and public records	\$ 7,472,300*
33	Fund sources:	
34	State general fund	\$ 6,861,200
35	Records services fund	611,100
36	Performance measures:	
37	Customer satisfaction rating (Scale 1-8)	7.4

38 All records services fund receipts, including prior year fund balances,
 39 received by the Arizona state library, archives and public records in excess
 40 of \$611,100 in fiscal year 2005-2006 are appropriated to the Arizona state
 41 library, archives and public records. Before the expenditure of records
 42 services fund receipts in excess of \$611,100 in fiscal year 2005-2006, the
 43 Arizona state library, archives and public records shall submit the intended
 44 use of the monies for review by the joint legislative budget committee.

1	Sec. 57. DEPARTMENT OF LIQUOR LICENSES AND CONTROL		
2		<u>2005-06</u>	<u>2006-07</u>
3	FTE positions	42.2	42.2
4	Lump sum appropriation	\$ 2,813,700	\$ 2,813,700
5	Fund sources:		
6	State general fund	\$ 2,813,700	\$ 2,813,700
7	Performance measures:		
8	Investigations and routine liquor		
9	inspections completed	3,000	3,000
10	Average calendar days to complete an		
11	investigation	30	30
12	Per cent of customers who responded to		
13	the survey reporting "very good" or		
14	"excellent" service	86	86
15	Sec. 58. ARIZONA STATE LOTTERY COMMISSION		
16		<u>2005-06</u>	<u>2006-07</u>
17	FTE positions	110.0	110.0
18	Operating lump sum appropriation	\$ 7,040,900	\$ 6,905,600
19	Sales incentive program	50,000	50,000
20	Telecommunications	<u>2,814,400</u>	<u>2,814,400</u>
21	Total appropriation - Arizona state		
22	lottery commission	\$ 9,905,300	\$ 9,770,000
23	Fund source:		
24	State lottery fund	\$ 9,905,300	\$ 9,770,000
25	Performance measures:		
26	Increase in on-line sales from prior year	\$ 4,000,000	\$ 4,000,000
27	Increase in instant ticket sales from		
28	prior year	\$ 8,000,000	\$ 8,000,000
29	Customer satisfaction rating for retailers		
30	(Scale 1-8)	7.0	7.0
31	An amount equal to 3.6 per cent of actual instant ticket sales is		
32	appropriated for the printing of instant tickets or for contractual		
33	obligations concerning instant ticket distribution. This amount is currently		
34	estimated to be \$7,182,000 in fiscal year 2005-2006 and \$7,182,000 in		
35	2006-2007.		
36	An amount equal to a percentage of actual on-line game sales as		
37	determined by contract is appropriated for payment of on-line vendor fees.		
38	This amount is currently estimated to be \$8,348,300 in fiscal year 2005-2006		
39	and \$8,348,300 in fiscal year 2006-2007 or 4.99 per cent of actual on-line		
40	ticket sales.		

An amount equal to 2.7 per cent of gross lottery game sales, but no more than \$11,000,000, is appropriated for advertising in accordance with section 5-505, Arizona Revised Statutes, that states that not more than four per cent of the annual gross revenues shall be expended for advertising. This amount is currently estimated to be \$9,903,600 in fiscal year 2005-2006 and \$9,903,600 in fiscal year 2006-2007.

An amount equal to 6.5 per cent of gross lottery game sales is appropriated for payment of sales commissions to ticket retailers. In accordance with Laws 1997, chapter 214, an additional amount of not to exceed 0.5 per cent of gross lottery game sales is appropriated for payment of sales commissions to ticket retailers. The combined amount is currently estimated to be 6.7 per cent of total ticket sales, or \$24,575,600 in fiscal year 2005-2006 and \$24,575,600 in fiscal year 2006-2007.

Sec. 59. ARIZONA MEDICAL BOARD

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	58.5	58.5
Lump sum appropriation	\$ 5,150,000**	\$ 5,169,600
Fund sources:		
Arizona medical board fund	\$ 5,150,000	\$ 5,169,600
Performance measures:		
Average calendar days to resolve a complaint		
M.D.	150	150
P.A.	165	165
Per cent of open investigations greater than		
6 months old		
M.D.	20	20
P.A.	24	24
Customer satisfaction rating (Scale 1-8)	7.7	7.7

The Arizona medical board may use up to seven per cent of the Arizona medical board fund balance remaining at the end of each fiscal year for a performance based incentive program the following fiscal year based on the program established by section 38-618, Arizona Revised Statutes.

Sec. 60. BOARD OF MEDICAL STUDENT LOANS

	<u>2005-06</u>
Medical student loans	\$ 296,600
Fund sources:	
Arizona medical board fund	\$ 283,400
Medical student loan fund	13,200
Performance measures:	
Per cent of physicians meeting service	
requirement	81
Customer satisfaction rating (Scale 1-8)	7.4

It is the intent of the Legislature that the funding for the board of medical student loans shall not be from the Arizona medical board fund in fiscal year 2006-2007.

1	Sec. 61. STATE MINE INSPECTOR		
2		<u>2005-06</u>	<u>2006-07</u>
3			
4	FTE positions	17.0	17.0
5	Lump sum appropriation	\$ 1,116,200	\$ 1,116,200
6	Fund sources:		
7	State general fund	\$ 1,116,200	\$ 1,116,200
8	Performance measures:		
9	Per cent of mandated inspections completed	70	70
10	Number of inspections	570	570
11	Customer satisfaction rating for mines		
12	(Scale 1-8)	7.5	7.5
13	Sec. 62. DEPARTMENT OF MINES AND MINERAL RESOURCES		
14		<u>2005-06</u>	<u>2006-07</u>
15	FTE positions	7.0	7.0
16	Lump sum appropriation	\$ 794,800	\$ 794,800
17	Fund sources:		
18	State general fund	\$ 794,800	\$ 794,800
19	Performance measures:		
20	Number of paying visitors	7,500	7,500
21	Customer satisfaction rating (Scale 1-5)	4.9	4.9
22	Sec. 63. NATUROPATHIC PHYSICIANS BOARD OF MEDICAL EXAMINERS		
23		<u>2005-06</u>	<u>2006-07</u>
24	FTE positions	6.0	6.0
25	Lump sum appropriation	\$ 497,400**	\$ 453,900
26	Fund sources:		
27	Naturopathic physicians board of		
28	medical examiners fund	\$ 497,400	\$ 453,900
29	Performance measures:		
30	Average calendar days to resolve a complaint	70	70
31	Average calendar days to renew a license	23	23
32	Customer satisfaction rating (Scale 1-8)	7.3	7.3
33	Sec. 64. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION		
34		<u>2005-06</u>	
35	FTE positions	2.0	
36	Lump sum appropriation	\$ 160,700	
37	Fund sources:		
38	State general fund	\$ 160,700	
39	Performance measures:		
40	Per cent of Arizona rivers and		
41	streams adjudicated	100	
42	Customer satisfaction rating for hearing		
43	attendees (Scale 1-8)	7.0	

1	Sec. 65. STATE BOARD OF NURSING		
2		<u>2005-06</u>	<u>2006-07</u>
3	FTE positions	40.2	40.2
4	Operating lump sum appropriation	\$ 3,029,700**	\$ 3,049,900
5	CNA fingerprinting	<u>161,400</u>	<u>161,400</u>
6	Total appropriation - state board of nursing	\$ 3,191,100	\$ 3,211,300
7	Fund sources:		
8	State general fund	\$ 161,400	\$ 161,400
9	Board of nursing fund	3,029,700	3,049,900
10	Performance measures:		
11	Average calendar days to resolve a complaint	200	200
12	Average calendar days to renew a license	5	5
13	Customer satisfaction rating (Scale 1-8)	7.2	7.2
14	Sec. 66. BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS AND		
15	ASSISTED LIVING FACILITY MANAGERS		
16		<u>2005-06</u>	<u>2006-07</u>
17	FTE positions	5.0	5.0
18	Lump sum appropriation	\$ 372,700**	\$ 372,700
19	Fund sources:		
20	Nursing care institution		
21	administrators' licensing and		
22	assisted living facility		
23	managers' certification fund	\$ 372,700	\$ 372,700
24	Performance measures:		
25	Average calendar days to resolve a complaint	65	65
26	Average calendar days to renew a license	15	15
27	Customer satisfaction rating (Scale 1-8)	6.0	6.0
28	The board of examiners of nursing care institution administrators and		
29	assisted living facility managers shall reclassify the business manager		
30	position to an investigator position by September 1, 2005.		
31	Sec. 67. OCCUPATIONAL THERAPY EXAMINERS BOARD		
32		<u>2005-06</u>	<u>2006-07</u>
33	FTE positions	3.0	3.0
34	Lump sum appropriation	\$ 217,900**	\$ 217,900
35	Fund sources:		
36	Occupational therapy fund	\$ 217,900	\$ 217,900
37	Performance measures:		
38	Average calendar days to resolve a complaint	85	85
39	Average calendar days to renew a license		
40	(from receipt of application to issuance)	29	29
41	Customer satisfaction rating (Scale 1-8)	7.1	7.1

1	Sec. 68. STATE BOARD OF DISPENSING OPTICIANS		
2		<u>2005-06</u>	
3	FTE positions	1.0	
4	Lump sum appropriation	\$ 92,900	
5	Fund sources:		
6	Board of dispensing opticians fund	\$ 92,900	
7	Performance measures:		
8	Average calendar days to resolve a complaint	90	
9	Average calendar days to renew a license	30	
10	Customer satisfaction rating (Scale 1-8)	6.0	
11	Sec. 69. STATE BOARD OF OPTOMETRY		
12		<u>2005-06</u>	<u>2006-07</u>
13	FTE positions	2.0	2.0
14	Lump sum appropriation	\$ 190,100**	\$ 177,600
15	Fund sources:		
16	Board of optometry fund	\$ 190,100	\$ 177,600
17	Performance measures:		
18	Average calendar days to resolve a complaint	160	160
19	Average calendar days to renew a license	2	2
20	Customer satisfaction rating (Scale 1-8)	7.4	7.4
21	Sec. 70. OSTEOPATHIC EXAMINERS BOARD		
22		<u>2005-06</u>	<u>2006-07</u>
23	FTE positions	5.5	5.5
24	Lump sum appropriation	\$ 644,800**	\$ 602,000
25	Fund sources:		
26	Board of osteopathic examiners fund	\$ 644,800	\$ 602,000
27	Performance measures:		
28	Average calendar days to resolve a complaint	315	315
29	Average calendar days to renew a license	15	15
30	Average calendar days to process license	65	65
31	Customer satisfaction rating (Scale 1-8)	6.0	6.0
32	Sec. 71. STATE PARKS BOARD		
33		<u>2005-06</u>	<u>2006-07</u>
34	FTE positions	249.3	249.3
35	Operating lump sum appropriation	\$ 12,784,500	\$ 12,784,500
36	Kartchner caverns state park	<u>1,654,800</u>	<u>1,654,800</u>
37	Total appropriation - Arizona state parks		
38	board	\$ 14,439,300	\$ 14,439,300
39	Fund sources:		
40	State general fund	\$ 2,380,500	\$ 2,380,500
41	State parks enhancement fund	10,505,800	10,505,800
42	Law enforcement and boating		
43	safety fund	1,092,700	1,092,700
44	Reservation surcharge revolving		
45	fund	460,300	460,300
46	Performance measures:		

1	Annual park attendance	2,500,000	2,500,000
2	Per cent of park visitors rating their		
3	experience "good" or "excellent"	96	96

4 The appropriation for law enforcement and boating safety fund projects
5 is an estimate representing all monies distributed to this fund, including
6 balance forward, revenue and transfers during fiscal years 2005-2006 and
7 2006-2007. These monies are appropriated to the Arizona state parks board
8 for the purposes established in section 5-383, Arizona Revised Statutes. The
9 appropriation shall be adjusted as necessary to reflect actual final receipts
10 credited to the law enforcement and boating safety fund.

11 All other operating expenditures include \$26,000 from the state parks
12 enhancement fund for Fool Hollow state park revenue sharing. If receipts to
13 Fool Hollow exceed \$260,000 in fiscal years 2005-2006 and 2006-2007, an
14 additional ten per cent of this increase of Fool Hollow receipts is
15 appropriated from the state parks enhancement fund to meet the revenue
16 sharing agreement with the city of Show Low and the United States forest
17 service.

18 All reservation surcharge revolving fund receipts received by the
19 Arizona state parks board in excess of \$460,300 in fiscal years 2005-2006 and
20 2006-2007 are appropriated to the reservation surcharge revolving fund.
21 Before the expenditure of any reservation surcharge revolving fund monies in
22 excess of \$460,300 in fiscal years 2005-2006 and 2006-2007, the Arizona state
23 parks board shall submit the intended use of the monies for review by the
24 joint legislative budget committee.

25 During fiscal years 2005-2006 and 2006-2007, no more than \$5,000 each
26 year from appropriated or non-appropriated monies may be used for the
27 purposes of out-of-state travel expenses by state parks board staff. No
28 appropriated or non-appropriated monies may be used for out-of-country travel
29 expenses. The state parks board shall submit by June 30, 2006 and June 30,
30 2007, a report to the joint legislative budget committee on out-of-state
31 travel activities and expenditures for that fiscal year.

32 The state parks board shall submit to the joint legislative budget
33 committee, on a quarterly basis, the operating expenditures of each state
34 park.

35 Sec. 72. PERSONNEL BOARD

36		<u>2005-06</u>	<u>2006-07</u>
37	FTE positions	3.0	3.0
38	Lump sum appropriation	\$ 338,300	338,300
39	Fund sources:		
40	State general fund	\$ 338,300	\$ 338,300

1	Performance measures:		
2	Average number of calendar days from		
3	receipt of appeal/complaint to final	105	105
4	Per cent of customers rating service as		
5	"good" or "excellent"	92	92
6	Sec. 73. PHARMACY BOARD		
7		<u>2005-06</u>	<u>2006-07</u>
8	FTE positions	17.0	17.0
9	Lump sum appropriation	\$ 1,475,300**	\$ 1,414,100
10	Fund sources:		
11	Board of pharmacy fund	\$ 1,475,300	\$ 1,414,100
12	Performance measures:		
13	Average calendar days to resolve a complaint	95	95
14	Customer satisfaction rating (Scale 1-8)	7.8	7.8
15	Sec. 74. BOARD OF PHYSICAL THERAPY EXAMINERS		
16		<u>2005-06</u>	<u>2006-07</u>
17	FTE positions	3.0	3.0
18	Lump sum appropriation	\$ 268,400**	\$ 268,400
19	Fund sources:		
20	Board of physical therapy fund	\$ 268,400	\$ 268,400
21	Performance measures:		
22	Average calendar days to resolve a complaint	130	130
23	Average calendar days to renew a license	15	15
24	Customer satisfaction rating (Scale 1-8)	7.0	7.0
25	Sec. 75. PIONEERS' HOME		
26		<u>2005-06</u>	<u>2006-07</u>
27	FTE positions	115.8	115.8
28	Personal services	\$ 3,267,400	3,267,400
29	Employee related expenditures	1,172,200	1,172,200
30	Professional and outside services	129,300	129,300
31	Travel in-state	25,000	25,000
32	Other operating expenditures	446,800	446,800
33	Food	202,200	202,200
34	Equipment	12,000	12,000
35	Prescription drugs	<u>436,400</u>	<u>436,400</u>
36	Total appropriation - pioneers' home	\$ 5,691,300	\$ 5,691,300
37	Fund sources:		
38	Miners' hospital fund	\$ 1,468,900	\$ 1,468,900
39	State charitable fund	4,222,400	4,222,400
40	Performance measures:		
41	Per cent of residents rating services as		
42	"good" or "excellent"	98	98

Earnings on state lands and interest on the investment of the permanent land funds are appropriated for the pioneers' home and the hospital for disabled miners in compliance with the enabling act and the Constitution of Arizona.

The pioneers' home shall not exceed its expenditure authority for monies appropriated from the miners' hospital for disabled miners' land fund.

Sec. 76. STATE BOARD OF PODIATRY EXAMINERS

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	1.0	1.0
Lump sum appropriation	\$ 110,900**	\$ 110,900
Fund sources:		
Podiatry fund	\$ 110,900	\$ 110,900
Performance measures:		
Average calendar days to resolve a complaint	70	70
Average days to process an application for licensure	120	120
Customer satisfaction rating (Scale 1-8)	6.0	6.0

Sec. 77. COMMISSION FOR POSTSECONDARY EDUCATION

	<u>2005-06</u>
FTE positions	5.0
Operating lump sum appropriation	\$ 346,100
Leveraging educational assistance partnership (LEAP)	3,364,500
Private postsecondary education student financial assistance program	170,500
Family college savings program	86,900
Arizona college and career guide	21,200
Arizona minority educational policy analysis center	150,300
Twelve plus partnership	<u>119,600</u>
Total appropriation - commission for postsecondary education	\$ 4,259,100
Fund sources:	
State general fund	\$ 1,391,300
Postsecondary education fund	2,867,800
Performance measures:	
LEAP student grants awarded	4,000
Per cent of customers rating commission services as "good" or "excellent"	95

The appropriation for leveraging educational assistance partnership is provided to create grants under the Arizona state student incentive grant program administered by the Arizona commission for postsecondary education. Grants may be made according to the provisions of applicable federal and state laws and regulations relating to this program. Only Arizona residents who demonstrate financial need and who are attending, on at least a half-time basis, an approved program at a properly accredited Arizona postsecondary educational institution are eligible for the program.

Each participating institution, public or private, in order to be eligible to receive state matching funds under the state student incentive grant program for grants to students, shall provide an amount of institutional matching funds that equals the amount of funds provided by the state to the institution for the state student incentive grant program. Administrative expenses incurred by the commission for postsecondary education shall be paid from institutional matching funds and shall not exceed twelve per cent of the funds in fiscal year 2005-2006.

For fiscal year 2005-2006, any unencumbered balance remaining in the postsecondary education fund on June 30, 2005 and all grant monies and other revenues received by the commission for postsecondary education during this fiscal year, when paid into the state treasury, are appropriated for the explicit purposes designated by special line items and for additional responsibilities prescribed in sections 15-1851 and 15-1852, Arizona Revised Statutes.

Of the total amount appropriated for the private postsecondary education student financial assistance program, no more than ten per cent may be used for program administrative costs.

The appropriations for Arizona college and career guide, Arizona minority educational policy analysis center and twelve plus partnership are estimates representing all monies distributed to this fund, including balance forward, revenue and transfers, during fiscal year 2005-2006. The appropriations shall be adjusted as necessary to reflect actual final receipts credited to the postsecondary education fund.

Sec. 78. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	4.0	4.0
Lump sum appropriation	\$ 280,900**	\$ 289,500
Fund sources:		
Board for private postsecondary education fund	\$ 280,900	\$ 289,500
Performance measures:		
Average number of days to pay fund claims	90	90
Average days to process student record requests	10	10
Customer satisfaction rating (Scale 1-8)	7.8	7.8

1	Sec. 79. STATE BOARD OF PSYCHOLOGIST EXAMINERS		
2		<u>2005-06</u>	<u>2006-07</u>
3	FTE positions	4.0	4.0
4	Lump sum appropriation	\$ 346,800**	\$ 351,700
5	Fund sources:		
6	Board of psychologist examiners		
7	fund	\$ 346,800	\$ 351,700
8	Performance measures:		
9	Average calendar days to resolve a complaint	92	92
10	Average days to process an application		
11	for licensure	38	38
12	Customer satisfaction rating (Scale 1-8)	7.4	7.4
13	Sec. 80. DEPARTMENT OF PUBLIC SAFETY		
14		<u>2005-06</u>	
15	FTE positions	1,901.8	
16	Operating lump sum appropriation	\$157,087,600	
17	GITEM	4,632,600	
18	Statewide interoperability design	1,238,000	
19	Sworn officer salary adjustments	<u>3,000,000</u>	
20	Total appropriation - department of public		
21	safety	\$165,958,200	
22	Fund sources:		
23	State general fund	\$ 34,516,700	
24	Highway user revenue fund	59,618,700	
25	State highway fund	39,327,700	
26	Arizona highway patrol fund	18,481,600	
27	Criminal justice enhancement fund	2,541,300	
28	Safety enforcement and transportation		
29	infrastructure fund	1,233,200	
30	Crime laboratory assessment fund	4,395,400	
31	Arizona deoxyribonucleic acid		
32	identification system fund	2,556,000	
33	Automated fingerprint identification		
34	system fund	2,441,300	
35	Motorcycle safety fund	205,000	
36	Risk management fund	296,200	
37	Sex offender monitoring fund	345,100	
38	Performance measures:		
39	Per cent of scientific analysis cases over		
40	30 calendar days old	2.5	
41	Per cent of system reliability of the Arizona		
42	automated fingerprint identification network	98	
43	Clandestine labs dismantled	50	

Any monies remaining in the department of public safety joint account on June 30, 2006 shall revert to the funds from which they were appropriated. The reverted monies shall be returned in direct proportion to the amounts appropriated.

It is the intent of the legislature that monies appropriated to the GITEM special line item shall not be allocated by the department of public safety to any county with a population greater than seven hundred fifty thousand or to any city or town located within a county with a population greater than seven hundred fifty thousand.

Distribution of the monies appropriated for sworn officer salary adjustments shall be determined by the department.

The department of public safety shall submit an expenditure report to the joint legislative budget committee for review before expending any lease-purchase proceeds for the microwave communications upgrade. The department shall also submit a project investment justification for review and approval by the government information technology agency before expending any monies.

Sec. 81. ARIZONA DEPARTMENT OF RACING

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	46.5	46.5
Lump sum appropriation	\$ 2,844,500	\$ 2,844,500
Fund sources:		
State general fund	\$ 2,499,500	\$ 2,499,500
County fair racing fund	300,000	300,000
Racing administration fund	45,000	45,000
Performance measures:		
Per cent of horse racing customers reporting		
"very good" or "excellent" service	99	99
Per cent of greyhound racing customers		
reporting "very good" or "excellent" service	99	99
Per cent of positive horse drug tests	1.2	1.2
Per cent of positive greyhound drug tests	0.02	0.02

The department of racing shall report to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees and the director of the joint legislative budget committee on an annual basis on boxing related activities. The report shall contain the number of boxing events, gross receipts, state revenues and license fee collections.

1	Sec. 82. RADIATION REGULATORY AGENCY		
2		<u>2005-06</u>	<u>2006-07</u>
3	FTE positions	25.0	25.0
4	Lump sum appropriation	\$ 1,352,900	\$ 1,352,900
5	Fund sources:		
6	State general fund	\$ 1,105,600	\$ 1,105,600
7	State radiologic technologist		
8	certification fund	247,300	247,300
9	Performance measures:		
10	Per cent of x-ray tubes overdue for inspection	22	22
11	Radiological incidents (non-Palo Verde related)	15	15
12	Radiological incidents (Palo Verde)	0	0
13	Customer satisfaction rating (Scale 1-8)	7.5	7.5
14	Sec. 83. GOVERNOR - ARIZONA RANGERS' PENSIONS		
15		<u>2005-06</u>	<u>2006-07</u>
16	Lump sum appropriation	\$ 12,800	\$ 13,000
17	Fund sources:		
18	State general fund	\$ 12,800	\$ 13,000
19	Sec. 84. REAL ESTATE DEPARTMENT		
20		<u>2005-06</u>	<u>2006-07</u>
21	FTE positions	65.4	65.4
22	Lump sum appropriation	\$ 3,541,700	\$ 3,529,500
23	Fund sources:		
24	State general fund	\$ 3,541,700	\$ 3,529,500
25	Performance measures:		
26	Average days to issue a public report	30.0	30.0
27	Average days from receipt to issuance of		
28	license reports	4.5	4.5
29	Per cent of surveys from licensees indicating		
30	"good" to "excellent" service	99.7	99.7
31	Average days from receipt of complaint to		
32	resolution	104.5	104.5
33	The above amounts include \$333,300 in fiscal year 2005-2006 and		
34	\$321,100 in fiscal year 2006-2007 from the state general fund to fill vacant		
35	FTE positions. The department is required to allocate the additional funding		
36	for 4 FTE positions in the licensing division, 3 FTE positions in the		
37	subdivision division, 1 FTE position in the investigations division, and 0.5		
38	FTE position for information technology.		
39	Sec. 85. RESIDENTIAL UTILITY CONSUMER OFFICE		
40		<u>2005-06</u>	<u>2006-07</u>
41	FTE positions	12.0	12.0
42	Operating lump sum appropriation	\$ 1,026,800	\$ 1,030,100
43	Professional witnesses	<u>145,000*</u>	<u>145,000*</u>
44	Total appropriation - residential utility		
45	consumer office	\$ 1,171,800	\$ 1,175,100

1	Fund sources:		
2	Residential utility consumer office		
3	revolving fund	\$ 1,171,800	\$ 1,175,100
4	Performance measures:		
5	Per cent variance between utilities'		
6	requests for rate increases and the		
7	actual ACC authorized rates	(12.5)	(12.5)
8	Sec. 86. BOARD OF RESPIRATORY CARE EXAMINERS		
9		<u>2005-06</u>	<u>2006-07</u>
10	FTE positions	4.0	4.0
11	Lump sum appropriation	\$ 189,000**	\$ 189,000
12	Fund sources:		
13	Board of respiratory care		
14	examiners' fund	\$ 189,000	\$ 189,000
15	Performance measures:		
16	Average calendar days to resolve a complaint	78	78
17	Customer satisfaction rating (Scale 1-8)	6.2	6.2
18	Sec. 87. STATE RETIREMENT SYSTEM		
19		<u>2005-06</u>	
20	FTE positions	221.0	
21	Operating lump sum appropriation	\$ 16,073,700	
22	Information technology plan	<u>6,320,700</u>	
23	Total appropriation - state retirement		
24	system	\$ 22,394,400	
25	Fund sources:		
26	State retirement system		
27	administration account	\$ 19,496,700	
28	Long-term disability		
29	administration account	2,897,700	
30	Performance measures:		
31	Per cent of members satisfied with ASRS		
32	telephone services	87	
33	Per cent of investment returns	8.0	
34	Per cent of benefit payment calculations		
35	that are accurate as measured by quality		
36	control sample	96	
37	The state retirement system shall provide a report by the end of each		
38	calendar quarter during fiscal year 2005-2006 to the joint legislative budget		
39	committee on the discussions and actions of the state retirement system board		
40	regarding their efforts to minimize the retirement contribution rate.		

Before the expenditure of the appropriation of \$6,320,700 in fiscal year 2005-2006 and the hiring of FTE positions appropriated for the agency's information technology plan, the retirement system shall present an expenditure plan to the joint legislative budget committee staff for review. The expenditure plan shall include current year and prior years' appropriations to be spent in the current year. The retirement system shall include the approval of the project investment justification document by the information technology authorization committee as part of its submission to the joint legislative budget committee staff. The agency shall provide semiannual reports to the joint legislative budget committee staff regarding the expenditures and project tasks completed to date. Actual divestiture of monies from the retirement fund for expenditure shall occur following the joint legislative budget committee staff review of the agency's information technology plan.

Sec. 88. DEPARTMENT OF REVENUE

		<u>2005-06</u>
	FTE positions	1,148.0
	Operating lump sum appropriation	\$ 58,270,100
	Revenue generating program	<u>6,788,900</u>
	Total appropriation - department of revenue	\$ 65,059,000
	Fund sources:	
	State general fund	\$ 62,728,500
	Estate and unclaimed property fund	1,489,700
	Liability setoff fund	384,100
	Tobacco tax and health care fund	456,700
	Performance measures:	
	Average calendar days to refund income tax	8.3
	Per cent of written taxpayer inquiries answered within 30 calendar days of receipt	65
	Per cent of delinquent accounts collected	11
	Customer satisfaction rating for taxpayer information section (Scale 1-5)	4.6

Included in the total appropriation of \$65,059,000 for fiscal year 2005-2006 is \$6,788,900 from the state general fund and 103 FTE positions for the revenue generating program. This program is expected to generate \$53,249,000 for the state general fund in fiscal year 2005-2006. The department shall provide quarterly progress reports to the joint legislative budget committee as to the effectiveness of the revenue generating program and the department's overall enforcement and collections program. The reports shall include a comparison of projected and actual revenue enforcement collections for fiscal year 2005-2006. The reports are due within thirty days after the end of each calendar quarter.

The department of revenue shall pay no more than \$368,100 from all funds in fiscal year 2005-2006 for their risk management payment to the department of administration.

1 Sec. 89. SCHOOL FACILITIES BOARD

2		<u>2005-06</u>	
3	FTE positions	18.0	
4	Operating lump sum appropriation	\$ 1,599,500	
5	New school facilities debt service	<u>50,940,100</u>	
6	Total appropriation - school facilities		
7	board	\$ 52,539,600	
8	Fund sources:		
9	State general fund	\$ 52,539,600	
10	Performance measures:		
11	Per cent of school districts inspected		
12	meeting minimum adequacy standards	100	
13	Per cent of school districts rating the		
14	board's services as "good" or "excellent"		
15	in an annual survey	90	

16 Sec. 90. DEPARTMENT OF STATE - SECRETARY OF STATE

17		<u>2005-06</u>	
18	FTE positions	42.3	
19	Operating lump sum appropriation	\$ 2,208,800	
20	Election services	783,900	
21	Help America vote act	<u>40,000,000</u>	
22	Total appropriation - secretary of state	\$ 42,992,700	
23	Fund sources:		
24	State general fund	\$ 2,992,700	
25	Election systems improvement fund	40,000,000	
26	Performance measures:		
27	Per cent of documents returned to public		
28	filer in 48 hours (business services		
29	division)	85	
30	Per cent of election law complaints reviewed		
31	and acted on within 7 days	100	

32 The secretary of state shall report to the joint legislative budget
 33 committee and the governor's office of strategic planning and budgeting by
 34 December 31, 2005 the actual amount and purpose of expenditures from the
 35 election systems improvement fund in fiscal year 2004-2005 and the expected
 36 amounts and purpose of expenditures from the fund for fiscal years 2005-2006
 37 and 2006-2007.

38 Sec. 91. STATE BOARDS' OFFICE

39		<u>2005-06</u>	<u>2006-07</u>
40	FTE positions	2.0	2.0
41	Lump sum appropriation	\$ 172,100**	\$ 172,100
42	Fund sources:		
43	Special services revolving fund	\$ 172,100	\$ 172,100
44	Performance measures:		
45	Overall customer satisfaction rating		
46	(Scale 1-8)	7.1	7.1

1	Sec. 92. STRUCTURAL PEST CONTROL COMMISSION		
2		<u>2005-06</u>	<u>2006-07</u>
3	FTE positions	33.0	33.0
4	Lump sum appropriation	\$ 1,925,700**	\$ 1,925,700
5	Fund sources:		
6	Structural pest control commission		
7	fund	\$ 1,925,700	\$ 1,925,700
8	Performance measures:		
9	Average calendar days to resolve a complaint	89	89
10	Average calendar days to renew a license	10	10
11	Customer satisfaction rating (Scale 1-8)	6.8	6.8
12	Sec. 93. STATE BOARD OF TAX APPEALS		
13		<u>2005-06</u>	<u>2006-07</u>
14	FTE positions	4.0	4.0
15	Lump sum appropriation	\$ 277,900	\$ 277,900
16	Fund sources:		
17	State general fund	\$ 277,900	\$ 277,900
18	Performance measures:		
19	Months to process appeal	4.5	4.5
20	Per cent of rulings upheld in tax courts	95	95
21	Customer satisfaction rating (Scale 1-8)	6.1	6.1
22	Sec. 94. BOARD OF TECHNICAL REGISTRATION		
23		<u>2005-06</u>	<u>2006-07</u>
24	FTE positions	19.0	19.0
25	Lump sum appropriation	\$ 1,388,000**	\$ 1,387,700
26	Fund sources:		
27	Technical registration fund	\$ 1,388,000	\$ 1,387,700
28	Performance measures:		
29	Average calendar days to resolve a complaint	180	180
30	Average calendar days to process an initial		
31	application	90	90
32	Customer satisfaction rating (Scale 1-8)	8.0	8.0
33	Sec. 95. DEPARTMENT OF TRANSPORTATION		
34		<u>2005-06</u>	
35	<u>Administration</u>		
36	FTE positions	412.0	
37	Lump sum appropriation	\$ 40,433,700	
38	Fund sources:		
39	State highway fund	\$ 40,433,700	
40	<u>Highways</u>		
41	FTE positions	2,516.0	
42	Operating lump sum appropriation	\$118,196,200	
43	Highway maintenance	108,124,400	
44	Vehicles and heavy equipment	34,004,700	
45	Vehicles and heavy equipment		
46	fuel surcharge	<u>2,000,000</u>	

1	Total - highways	\$262,325,300
2	Fund sources:	
3	State general fund	\$ 71,700
4	Safety enforcement and	
5	transportation	
6	infrastructure fund	558,700
7	State highway fund	226,690,200
8	Transportation department	
9	equipment fund	35,004,700
10	Performance measures:	
11	Per cent of Maricopa regional freeway	
12	miles completed	88
13	Per cent of overall highway construction	
14	projects completed on schedule	100
15	Of the total amount appropriated for the highways program, \$108,124,400	
16	in fiscal year 2005-2006 for highway maintenance is exempt from the	
17	provisions of section 35-190, Arizona Revised Statutes, relating to lapsing	
18	of appropriations, except that all unexpended and unencumbered monies of the	
19	appropriation revert to their fund of origin, either the state highway fund	
20	or the safety enforcement and transportation infrastructure fund, on August	
21	31, 2006.	
22	Of the \$396,724,100 appropriation to the Arizona department of	
23	transportation, the department shall pay \$16,773,800 in fiscal year 2005-2006	
24	from all funds to the Arizona department of administration for their risk	
25	management payment.	
26	<u>Motor vehicle</u>	
27	FTE positions	1,680.0
28	Lump sum appropriation	\$ 91,998,100
29	Fund sources:	
30	Air quality fund	\$ 58,600
31	Highway user revenue fund	383,300
32	Motor vehicle liability insurance	
33	enforcement fund	1,891,000
34	Safety enforcement and	
35	transportation infrastructure	
36	fund	1,544,500
37	State highway fund	86,697,100
38	Vehicle inspection and title	
39	enforcement fund	1,423,600
40	Performance measures:	
41	Average office wait time (minutes)	15.0
42	Per cent of office customers rating	
43	services "good" or "excellent"	83

1	Average telephone wait time to speak	
2	to an MVD employee (minutes)	18.5
3	Per cent of alternative vehicle	
4	registration renewal methods	
5	(mail, internet, third party)	74

6 It is the intent of the legislature that all monies appropriated for
 7 the motor vehicle division field offices and electronic services are combined
 8 resources designed to improve customer services and that the department
 9 should pursue increased efforts to further the utilization of electronic
 10 services (e-business transactions) to enhance customer services and create
 11 efficiencies, enhanced customer service and security issues.

12 The appropriation for the motor vehicle division includes an increase
 13 of \$140,500 and 3 FTE positions for increased workload in third party quality
 14 assurance. The department shall submit quarterly progress reports to the
 15 joint legislative budget committee for review of their progress in increasing
 16 third party transactions, the status of third party quality assurance
 17 staffing, workload, backlog and the moratorium on accepting new third
 18 parties. The reports are due within 30 days after the end of each calendar
 19 quarter.

20 The game and fish department and the department of transportation shall
 21 conduct a joint study to examine the transfer of responsibility for
 22 processing watercraft registration from the game and fish department to the
 23 department of transportation. This study shall be submitted to the joint
 24 legislative budget committee by December 30, 2005 and is to include an
 25 implementation plan with a proposed date for the transfer of watercraft
 26 registration and examine the overall impact to citizens, potential cost
 27 savings, and the number of full-time equivalent positions to be transferred
 28 from the game and fish department to the department of transportation.

29 The appropriation for the motor vehicle division includes 8 FTE
 30 positions and \$721,700 from the state highway fund for fraudulent document
 31 staff. If H.B. 2393 or similar legislation to address fraudulent documents
 32 is enacted into law during the forty-seventh Legislature, first regular
 33 session, the sum of \$721,700 and 8 FTE positions shall revert to the state
 34 highway fund.

35 Aeronautics

36	FTE positions	33.0
37	Lump sum appropriation	\$ 1,967,000
38	Fund sources:	
39	State aviation fund	\$ 1,967,000
40	Performance measures:	
41	Per cent of airport development projects	
42	completed on schedule	95
43	Total appropriation - department of	
44	transportation	<u>\$396,724,100</u>

Fund sources:

State general fund	\$ 71,700
Air quality fund	58,600
Highway user revenue fund	383,300
Motor vehicle liability	
insurance enforcement fund	1,891,000
Safety enforcement and	
transportation infrastructure	
fund	2,103,200
State aviation fund	1,967,000
State highway fund	353,821,000
Transportation department	
equipment fund	35,004,700
Vehicle inspection and title	
enforcement fund	1,423,600

By September 1, 2005, the department shall report to the joint legislative budget committee information on unit cost measures for the committee's review. The report shall include measures for fiscal year 2004-2005 for highway maintenance landscape in-house unit cost per centerline mile and highway maintenance landscape contract unit cost per centerline mile. The highway maintenance landscape in-house unit cost per centerline mile shall include the department's direct costs and the costs of training and supervision, administrative overhead, employee related expenditures and all other operating expenditures such as risk management, building depreciation and rent. The highway maintenance landscape contract unit cost per centerline mile shall include the department's actual contract costs and the costs for bidding and administering the contract, inspecting and approving the work, training and supervision of purchasing and other involved department employees, administrative overhead, employee related expenditures and all other operating expenditures such as risk management, building depreciation and rent. For the highway maintenance landscape contract unit cost per centerline mile, the report shall identify the amount of transaction privilege taxes included in the contract costs. The report shall explain the methodology used to derive each unit cost measure, including the dollar amounts for each cost item and how each dollar amount was used in the calculation of the unit cost measure.

In addition to any other salary adjustments provided for in this act, the Arizona department of transportation shall use monies appropriated in this section for a 5 per cent salary increase for all participants in the department's engineering pay plan as of July 1, 2005. The monies have been reallocated from professional and outside services in the capital budget.

Sec. 96. STATE TREASURER

	<u>2005-06</u>
FTE positions	33.4
Operating lump sum appropriation	\$ 2,535,700
Justice of the peace salaries	<u>2,775,500</u>

1	Total appropriation - state treasurer	\$ 5,311,200
2	Fund sources:	
3	State general fund	\$ 5,311,200
4	Performance measures:	
5	Ratio of yield of LGIP to Standard	
6	and Poor's LGIP index	1.7
7	Ratio of yield of endowment pools to	
8	Big Bond Index	1.10
9	Customer satisfaction rating for local	
10	government investment pool participants	
11	(Scale 1-8)	6.1

12 It is the intent of the legislature that the investment management fee
 13 on monies managed by the state treasurer be set at eight basis points.

14 The state treasurer shall submit a report to the joint legislative
 15 budget committee by August 1, 2005, regarding all 529 plans provided by the
 16 state. The report shall include, but is not limited to, the following
 17 information for each 529 plan: the number of new accounts, existing accounts
 18 and closed accounts by financial institution for the previous calendar year
 19 and the dollars under management for each, the total number of out of state
 20 and in state account holders, the annual basis points charged for account
 21 maintenance, fee schedule, maturity options and the historical return for a
 22 \$10,000 initial deposit. The report shall also highlight the costs
 23 associated with Arizona's 529 plans, relative to those available through
 24 other states. The report shall also provide data consistent with national
 25 standards, such as the college savings plan network disclosure principles,
 26 that discloses all fees and costs of the program as compared to those in
 27 other states.

28 Sec. 97. ARIZONA COMMISSION ON UNIFORM STATE LAWS

29		<u>2005-06</u>	<u>2006-07</u>
30	Lump sum appropriation	\$ 52,300	\$ 52,300
31	Fund sources:		
32	State general fund	\$ 52,300	\$ 52,300

33 Sec. 98. ARIZONA BOARD OF REGENTS

34		<u>2005-06</u>
35	FTE positions	27.9
36	Operating lump sum appropriation	\$ 2,135,000
37	Arizona teachers incentive program	90,000
38	Arizona transfer articulation	
39	support system	213,700
40	Student financial assistance	2,161,200
41	Western interstate commission	
42	office	103,000
43	WICHE student subsidies	<u>2,908,100</u>
44	Total appropriation - Arizona board of	
45	regents	\$ 7,611,000
46	Fund sources:	

1	State general fund	\$ 7,611,000
2	Performance measures:	
3	Per cent of graduating seniors who rate	
4	their overall university experience	
5	as "good"/"excellent"	95
6	Per cent of full-time undergraduate students	
7	enrolled per semester in three or more	
8	primary courses with ranked faculty	77
9	Average number of years taken to graduate	
10	for students who began as freshmen	4.7
11	Within ten days of the acceptance of the universities' semiannual all	
12	funds budget reports, the Arizona board of regents shall inform the joint	
13	legislative budget committee of any tuition revenue amounts that are	
14	different from the amounts appropriated by the legislature and shall submit	
15	an expenditure plan for any tuition revenue amounts that are greater than the	
16	appropriated amounts to the joint legislative budget committee for its	
17	review. The expenditure plan shall also include as an informational item,	
18	any additional local retention amounts above the amounts estimated in the	
19	original fiscal year 2005-2006 budget request.	
20	Sec. 99. ARIZONA STATE UNIVERSITY	
21		<u>2005-06</u>
22	<u>Main campus</u>	
23	FTE positions	6,314.5
24	Lump sum appropriation	\$460,809,700
25	Fund sources:	
26	State general fund	\$289,187,200
27	University collections fund	171,622,500
28	Performance measures:	
29	Per cent of graduating seniors who rate	
30	their overall university experience	
31	as "good"/"excellent"	95
32	Per cent of full-time undergraduate	
33	students enrolled per semester in 3 or	
34	more primary courses with ranked faculty	72
35	Average number of years taken to graduate	
36	for students who began as freshmen	4.6
37	External dollars for research and creative	
38	activity	\$180,000,000
39	<u>East campus</u>	
40	FTE positions	349.3
41	Operating lump sum appropriation	\$ 26,118,700
42	Lease-purchase payment	<u>2,000,000</u>
43	Total - East campus	\$ 28,118,700

1	Fund sources:	
2	State general fund	\$ 14,813,600
3	University collections fund	11,305,100
4	Technology and research initiative	
5	fund	2,000,000

6	Performance measures:	
7	Per cent of graduating seniors who rate	
8	their overall university experience	
9	as "good"/"excellent"	96
10	Per cent of full-time undergraduate students	
11	enrolled per semester in 3 or more primary	
12	courses with ranked faculty	66
13	Average number of years taken to graduate	
14	for students who began as freshmen	5.2

15	<u>West campus</u>	
16	FTE positions	679.5
17	Operating lump sum appropriation	\$ 60,047,200
18	Lease-purchase payment	<u>1,600,000</u>
19	Total - West campus	\$ 61,647,200

20	Fund sources:	
21	State general fund	\$ 42,711,500
22	University collections fund	17,335,700
23	Technology and research initiative	
24	fund	1,600,000

25	Performance measures:	
26	Per cent of graduating seniors who rate	
27	their overall university experience	
28	as "good"/"excellent"	98
29	Per cent of full-time undergraduate students	
30	enrolled per semester in 3 or more primary	
31	courses with ranked faculty	72
32	Total appropriation - Arizona state	
33	university	<u>\$550,575,600</u>

34	Fund sources:	
35	State general fund	\$346,712,300
36	University collections fund	200,263,300
37	Technology and research initiative	
38	fund	3,600,000

39 The state general fund appropriations shall not be used for alumni
40 association funding.

41 The appropriated monies are not to be used for scholarships.

42 The appropriated monies are not to be used to support any student
43 newspaper.

44 The appropriated monies shall not be used by the Arizona state
45 university college of law legal clinic for any lawsuits involving inmates of
46 the state department of corrections in which the state is the adverse party.

Any unencumbered balances remaining in the collections account on June 30, 2005 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session account, are hereby appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

Sec. 100. NORTHERN ARIZONA UNIVERSITY

	<u>2005-06</u>
FTE positions	2,079.7
Operating lump sum appropriation	\$151,988,900
NAU - Yuma	<u>2,192,300</u>
Total appropriation - Northern Arizona university	\$154,181,200
Fund sources:	
State general fund	\$117,990,900
University collections fund	36,190,300
Performance measures:	
Per cent of graduating seniors who rate their overall university experience as "good"/"excellent"	98
Per cent of full-time undergraduate students enrolled per semester in 3 or more primary courses with ranked faculty	93
Average number of years taken to graduate for students who began as freshmen	4.4

The state general fund appropriations shall not be used for alumni association funding.

The appropriated monies are not to be used for scholarships.

The appropriated monies are not to be used to support any student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2005 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session

account, are hereby appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

Sec. 101. UNIVERSITY OF ARIZONA

2005-06

Main campus

FTE positions	5,474.9
Operating lump sum appropriation	\$334,556,000
Agriculture	47,393,200
Sierra Vista campus	<u>3,665,500</u>
Total - Main campus	\$385,614,700
Fund sources:	
State general fund	\$278,486,200
University collections fund	107,128,500
Performance measures:	
Per cent of graduating seniors who rate their overall university experience as "good"/"excellent"	95
Per cent of full-time undergraduate students enrolled per semester in 3 or more primary courses with ranked faculty	80
Average number of years taken to graduate for students who began as freshmen	4.6

Health sciences center

FTE positions	673.7
Operating lump sum appropriation	\$ 56,457,200
Clinical rural rotation	466,100
Clinical teaching support	9,434,500
Liver research institute	494,900
Telemedicine network	<u>1,177,700</u>
Total - health sciences center	\$ 68,030,400
Fund sources:	
State general fund	\$ 55,483,700
University collections fund	12,546,700
Performance measures:	
Per cent of graduating seniors who rate their overall university experience as "good"/"excellent"	99
Total appropriation - university of Arizona	<u>\$453,645,100</u>
Fund sources:	
State general fund	\$333,969,900
University collections fund	119,675,200
The state general fund appropriations shall not be used for alumni association funding.	
The appropriated monies are not to be used for scholarships.	

The appropriated monies are not to be used to support any student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2005 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session account, are hereby appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

Sec. 102. DEPARTMENT OF VETERANS' SERVICES

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	299.3	299.3
Operating lump sum appropriation	\$ 14,578,100	\$ 14,554,600
Southern Arizona cemetery	134,700	134,700
Telemedicine project	10,000	10,000
Veterans' organizations contracts	<u>29,200</u>	<u>29,200</u>
Total appropriation - department of veterans' services	\$ 14,752,000	\$ 14,728,500
Fund sources:		
State general fund	\$ 2,259,000	\$ 2,259,000
State home for veterans' trust fund	11,834,600	11,834,600
State veterans' conservatorship fund	658,400	634,900
Performance measures:		
DHS quality rating of the veterans' home ("excellent", "standard" or "substandard")	Excellent	Excellent
Per cent of customers rating department's services as "good" or "excellent"	95	95

Sec. 103. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD

	<u>2005-06</u>	<u>2006-07</u>
FTE positions	5.5	5.5
Lump sum appropriation	\$ 401,600**	\$ 401,600
Fund sources:		
Veterinary medical examining board fund	\$ 401,600	\$ 401,600
Performance measures:		
Average calendar days to resolve a complaint	60	60
Average calendar days to renew a license	60	60
Customer satisfaction rating (Scale 0-100)	93	93

Sec. 104. DEPARTMENT OF WATER RESOURCES

2005-06

1	FTE positions	198.7
2	Operating lump sum appropriation	\$ 16,478,100
3	Arizona water protection fund	
4	deposit	- 0 -
5	Rural water studies	<u>1,900,000</u>
6	Total appropriation - department of water	
7	resources	\$ 18,378,100
8	Fund sources:	
9	State general fund	\$ 18,378,100
10	Performance measures:	
11	Per cent of Colorado River	
12	entitlement used	100
13	Per cent of Arizona's unused	
14	Colorado River entitlement	
15	that is recharged via the	
16	water banking authority	95
17	Number of dams in a nonemergency	
18	unsafe condition	13
19	Customer satisfaction rating for hydrology	
20	program (Scale 1-8)	8.0
21	Funding appropriated for the purposes of rural water studies is exempt	
22	from the provisions of section 35-190, Arizona Revised Statutes, relating to	
23	the lapsing of appropriations through June 30, 2007.	
24	Sec. 105. DEPARTMENT OF WEIGHTS AND MEASURES	
25		<u>2005-06</u>
26	<u>General services</u>	
27	FTE positions	24.9
28	Lump sum appropriation	\$ 1,598,000
29	Fund sources:	
30	State general fund	\$ 1,530,900
31	Motor vehicle liability insurance	
32	enforcement fund	67,100
33	<u>Vapor recovery</u>	
34	FTE positions	7.5
35	Lump sum appropriation	\$ 500,400
36	Fund sources:	
37	Air quality fund	\$ 500,400
38	<u>Oxygenated fuel</u>	
39	FTE positions	6.0
40	Lump sum appropriation	\$ 793,800
41	Fund sources:	
42	Air quality fund	<u>\$ 793,800</u>
43	Total appropriation - department	
44	of weights and measures	\$ 2,892,200
45	Fund sources:	
46	State general fund	\$ 1,530,900

1	Air quality fund	1,294,200
2	Motor vehicle liability insurance	
3	enforcement fund	67,100
4	Performance measures:	
5	Average customer satisfaction rating	
6	(Scale 1-5)	4.7
7	Per cent of retail stores' price	
8	scanning devices in compliance	65
9	Per cent of cleaner burning gas	
10	samples in compliance with oxygenated	
11	fuel standards	100
12	Per cent of gasoline dispensing facilities	
13	inspected annually that are in compliance	
14	with vapor recovery standards	90

15 Sec. 106. Advance appropriation; judicial salary increase

16 A. Judicial salaries for supreme court justices, court of appeals
 17 judges and superior court judges shall be increased by 12.5 per cent
 18 effective January 1, 2007.

19 B. The sum of \$45,400 is appropriated from the state general fund in
 20 fiscal year 2006-2007 to the supreme court for judicial salary increases
 21 authorized by this section.

22 C. The sum of \$140,900 is appropriated from the state general fund in
 23 fiscal year 2006-2007 to the court of appeals - division I for judicial
 24 salary increases authorized by this section.

25 D. The sum of \$52,800 is appropriated from the state general fund in
 26 fiscal year 2006-2007 to the court of appeals - division II for judicial
 27 salary increases authorized by this section.

28 E. The sum of \$702,500 is appropriated from the state general fund in
 29 fiscal year 2006-2007 to the superior court for judicial salary increases
 30 authorized by this section.

31 Sec. 107. Appropriation; operating adjustments

32		<u>2005-06</u>
33	Salary adjustments	\$ 37,715,600
34	Fund sources:	
35	State general fund	\$ 26,992,200
36	Other appropriated funds	10,723,400
37	Correctional officer salary	
38	adjustments	\$ 14,102,100
39	Fund sources:	
40	State general fund	\$ 14,102,100
41	Sworn officer salary adjustments	\$ 1,261,200
42	Fund sources:	
43	State general fund	\$ 184,600
44	Other appropriated funds	1,076,600
45	Assistant attorney general salary	
46	adjustments	\$ 2,535,900

1 Fund sources:
2 State general fund \$ 1,346,400
3 Other appropriated funds 1,189,500
4 State employee health insurance
5 adjustments \$ 27,500,000
6 Fund sources:
7 State general fund \$ 18,000,000
8 Other appropriated funds 9,500,000
9 State employee retirement
10 adjustments \$ 37,200,000
11 Fund sources:
12 State general fund \$ 22,800,000
13 Other appropriated funds 14,400,000
14 The other appropriated funds may be allocated from the following funds:
15 board of accountancy fund, acupuncture board of examiners fund, air permits
16 administration fund, air quality fund, antitrust enforcement revolving fund,
17 board of appraisal fund, Arizona benefits fund, Arizona health care cost
18 containment system donations fund, Arizona medical board fund, Arizona
19 protected native plant fund, automated fingerprint identification fund, auto
20 theft authority fund, automation operations fund, state aviation fund, board
21 of barbers fund, board of behavioral health examiners fund, bond fund,
22 capital outlay stabilization fund, child abuse prevention fund, child
23 fatality review fund, child support enforcement administration fund,
24 children's health insurance program fund, board of chiropractic examiners
25 fund, citrus, fruit and vegetable revolving fund, collection enforcement
26 revolving fund, commerce and economic development commission fund, commercial
27 feed fund, confidential intermediary and fiduciary fund, agricultural
28 consulting and training fund, consumer fraud revolving fund, corrections
29 fund, board of cosmetology fund, crime laboratory assessment fund, criminal
30 justice enhancement fund, county fair racing fund, court appointed special
31 advocate fund, defensive driving school fund, dental board fund, Arizona
32 deoxyribonucleic acid identification fund, board of dispensing opticians
33 fund, drug and gang prevention resource center fund, state education fund for
34 committed youth, state education fund for correctional education, egg
35 inspection fund, emergency medical services operating fund, emissions
36 inspection fund, environmental laboratory licensure fund, estate and
37 unclaimed property fund, Arizona exposition and state fair fund, federal
38 child care and development fund block grant, federal surplus materials
39 revolving fund, federal temporary assistance for needy families block grant,
40 fertilizer materials fund, board of funeral directors and embalmers fund,
41 game and fish fund, game, nongame, fish and endangered species fund,
42 hazardous waste management fund, healthcare group fund, hearing and speech
43 professionals fund, state highway fund, Arizona highway patrol fund, highway
44 user revenue fund, board of homeopathic medical examiners fund, housing trust
45 fund, DHS indirect cost fund, ADEQ indirect cost recovery fund, industrial
46 commission administrative fund, information technology fund, interagency

1 service agreements fund, intergovernmental agreements and grants, investment
2 management regulatory and enforcement fund, job training fund, judicial
3 collection enhancement fund, land conservation fund administration account,
4 lease-purchase building operating and maintenance fund, liability set-off
5 fund, long term care system fund, long-term disability administration
6 account, state lottery fund, board of medical examiners fund, the miners'
7 hospital for disabled miners land fund, motor vehicle liability insurance
8 enforcement fund, motor vehicle pool revolving fund, naturopathic physicians
9 board of medical examiners fund, newborn screening program fund, board of
10 nursing fund, nursing care institution administrators' licensing and assisted
11 living facility managers' certification fund, occupational therapy fund, oil
12 overcharge fund, board of optometry fund, board of osteopathic examiners
13 fund, state parks enhancement fund, penitentiary land fund, personnel
14 division fund, pesticide fund, board of pharmacy fund, board of physical
15 therapy fund, podiatry fund, postsecondary education fund, prison
16 construction and operations fund, board for private postsecondary education
17 fund, Arizona protected native plant fund, board of psychologist examiners
18 fund, public access fund, public assistance collections fund, racing
19 administration fund, state radiologic technologist certification fund,
20 records services fund, recycling fund, registrar of contractors fund,
21 reservation surcharge revolving fund, residential utility consumer office
22 revolving fund, board of respiratory care examiners fund, state retirement
23 system administration account, risk management revolving fund, safety
24 enforcement and transportation infrastructure fund, schools for the deaf and
25 the blind fund, securities regulatory and enforcement fund, seed law fund,
26 sex offender monitoring fund, solid waste fee fund, special administration
27 fund, special employee health insurance trust fund, special services
28 revolving fund, spinal and head injuries trust fund, state aid to the courts
29 fund, Arizona state hospital fund, state board of equalization fund, state
30 surplus materials revolving fund, structural pest control commission fund,
31 substance abuse services fund, teacher certification fund, technical
32 registration fund, telecommunications fund, telecommunication fund for the
33 deaf, telecommunications excise tax fund, tobacco tax and health care fund,
34 transportation department equipment fund, tribal state compact fund, tourism
35 fund, used oil fund, utility regulation revolving fund, vehicle inspection
36 and title enforcement fund, state veterans' conservatorship fund, state home
37 for veterans' trust fund, veterinary medical examining board fund, victims'
38 rights fund, watercraft licensing fund, waterfowl conservation fund, water
39 quality fee fund, and workforce investment act grant.

1 Salary adjustments

2 The amount appropriated for salary adjustments includes personal
3 services and employee related expenditures for state officers and employees
4 in accordance with this act.

5 For fiscal year 2005-2006, the joint legislative budget committee staff
6 shall determine and the department of administration shall allocate to each
7 agency or department an amount for these adjustments.

8 The joint legislative budget committee staff shall also determine and
9 the department of administration shall allocate adjustments, as necessary, in
10 expenditure authority to allow implementation of salary adjustments.

11 The annual salary level of each employee shall be increased by 1.7 per
12 cent. The following exceptions are in lieu of the general salary adjustment.
13 All adjustments are effective July 2, 2005 and shall apply to less than
14 full-time employees on a prorated basis.

15 Department of public safety sworn officers, correctional officers
16 within the state department of corrections, youth correctional officers
17 within the department of juvenile corrections, board and commission members
18 who are paid on a per diem basis and agency heads who are appointed for a
19 fixed term of office shall not receive the 1.7 per cent salary adjustment per
20 employee.

21 Correctional officer salary adjustments

22 For fiscal year 2005-2006, each correctional officer shall receive a
23 salary adjustment in their annual salary level of \$1,410 in lieu of the 1.7
24 per cent statewide salary adjustment.

25 For fiscal year 2005-2006, each youth correctional officer shall
26 receive a salary adjustment in their annual salary level of \$1,410 in lieu of
27 the 1.7 per cent statewide salary adjustment.

28 Sworn officer salary adjustments

29 For fiscal year 2005-2006, the joint legislative budget committee staff
30 shall determine and the department of administration shall allocate to the
31 department of public safety an amount to provide an average salary adjustment
32 of 1.7 per cent for sworn officers. The department of public safety shall
33 use these monies in combination with sworn officer salary monies provided by
34 section 80 of this act to provide salary adjustments for department of public
35 safety sworn officers. The amount of the salary adjustment for each sworn
36 officer shall be determined by the department of public safety and is in lieu
37 of the 1.7 per cent statewide salary adjustment.

38 Assistant attorney general salary adjustments

39 For fiscal year 2005-2006, the joint legislative budget committee staff
40 shall determine and the department of administration shall allocate to the
41 office of the attorney general and its client agencies an amount necessary to
42 provide a salary adjustment to assistant attorney generals. The amount of
43 the salary adjustment for each assistant attorney general shall be determined
44 by the attorney general and is in addition to the 1.7 percent statewide
45 salary adjustment provided by this section.

46 State employee health insurance adjustments

1 The amount appropriated for state employee health insurance adjustments
2 shall be for fiscal year 2005-2006 increases in the employer share of state
3 employee health insurance premiums. The joint legislative budget committee
4 staff shall determine and the department of administration shall allocate to
5 each agency's or department's employee related expenditures an amount
6 sufficient for the employer share of the employee health insurance increases.
7 The joint legislative budget committee staff shall also determine and the
8 department of administration shall allocate adjustments, as necessary, in
9 expenditure authority to allow implementation of state employee health
10 insurance adjustments.

11 State employee retirement adjustments

12 The amount appropriated for state employee retirement contribution
13 adjustments shall be for fiscal year 2005-2006 increases in the employer
14 share of state employee retirement contributions. The joint legislative
15 budget committee staff shall determine and the department of administration
16 shall allocate to each agency's or department's employee related expenditures
17 an amount sufficient for the employer share of the employee retirement
18 contribution increase.

19 The joint legislative budget committee staff shall also determine and
20 the department of administration shall allocate adjustments, as necessary, in
21 expenditure authority to allow implementation of state employee retirement
22 contribution adjustments.

23 Sec. 108. Legislative intent; expenditure reporting

24 It is the intent of the legislature that all departments, agencies or
25 budget units receiving appropriations under the terms of this act shall
26 continue to report actual, estimated and requested expenditures by budget
27 programs and budget classes in a format that is similar to the budget
28 programs and budget classes used for budgetary purposes in prior years. A
29 different format may be used if deemed necessary to implement the provisions
30 of section 35-113, Arizona Revised Statutes, agreed to by the director of the
31 joint legislative budget committee, and incorporated into the budget
32 preparation instructions adopted by the governor's office of strategic
33 planning and budgeting pursuant to section 35-112, Arizona Revised Statutes.

34 Sec. 109. FTE positions; reporting

35 Full-time equivalent (FTE) positions contained in this act are subject
36 to appropriation. The director of the department of administration shall
37 account for the use of all appropriated FTE positions excluding those in the
38 department of economic security, the universities and the department of
39 environmental quality. The director shall submit fiscal year 2005-2006
40 reports by February 1, 2006 and August 1, 2006 to the director of the joint
41 legislative budget committee. The reports shall compare the level of FTE
42 usage in each fiscal year to the appropriated level. The director of the
43 department of administration shall notify the director of each budget unit if
44 the budget unit has exceeded its number of appropriated FTE positions. The
45 above excluded agencies shall each report to the director of the joint

1 legislative budget committee in a manner comparable to the department of
2 administration reporting.

3 Sec. 110. Filled FTE positions; reporting

4 By October 1, 2005, each agency, including the judiciary and
5 universities, shall submit a report to the director of the joint legislative
6 budget committee on the number of filled, appropriated full-time equivalent
7 positions by fund source. The number of filled, appropriated full-time
8 equivalent positions reported shall be as of September 1, 2005.

9 Sec. 111. Transfer of spending authority

10 The department of administration shall report monthly to the director
11 of the joint legislative budget committee on any transfers of spending
12 authority made pursuant to section 35-173, subsection C, Arizona Revised
13 Statutes, during the prior month.

14 Sec. 112. Interim reporting requirements

15 A. The executive branch shall provide to the joint legislative budget
16 committee a preliminary estimate of the fiscal year 2004-2005 state general
17 fund ending balance by September 15, 2005. The preliminary estimate of the
18 fiscal year 2005-2006 state general fund ending balance shall be provided by
19 September 15, 2006. The estimate shall include projections of total
20 revenues, total expenditures and ending balance. The department of
21 administration shall continue to provide the final report for the fiscal year
22 in its annual financial report pursuant to section 35-131, Arizona Revised
23 Statutes.

24 B. Based on the information provided by the executive branch, the
25 staff of the joint legislative budget committee shall report to the joint
26 legislative budget committee by October 15 of 2005 and 2006 as to whether
27 that fiscal year's revenues and ending balance are expected to change by more
28 than \$50,000,000 from the budgeted projections. The executive branch may
29 also provide its own estimates to the joint legislative budget committee by
30 October 15 of each year.

31 Sec. 113. Office of strategic planning and budgeting; federal
32 revenue maximization reporting

33 The office of strategic planning and budgeting shall report to the
34 joint legislative budget committee by July 1, 2005 and the beginning of each
35 subsequent calendar quarter in the fiscal year on the status of the federal
36 revenue maximization initiative. The report, at a minimum, shall include an
37 update on contracts awarded as a result of the "RevMax" request for
38 proposals, a summary of projects and the potential savings from each project.
39 Any reported savings shall distinguish between potential reductions in
40 current funding levels and foregone future spending increases.

1 Sec. 114. Fiscal year 2005-2006 conditional appropriations

2 A. State general fund revenue for fiscal year 2004-2005, not including
3 the beginning balance and including one-time revenues, is forecasted to be
4 \$7,629,343,800. The state general fund revenue forecast for fiscal year
5 2004-2005 includes \$8,500,000 from judicial collections as part of one-time
6 revenue and \$111,447,400 for disproportionate share revenue. The staff
7 director of the joint legislative budget committee and the governor's office
8 of strategic planning and budgeting may adjust the state general fund revenue
9 forecast for fiscal year 2004-2005 to reflect changes in the actual amount of
10 judicial collections and disproportionate share revenue.

11 B. State general fund revenue for fiscal year 2005-2006, not including
12 the beginning balance and including one-time revenues, is forecasted to be
13 \$7,904,179,800. The state general fund revenue for fiscal year 2005-2006
14 includes as one-time revenue an anticipated fund transfer of \$10,000,000 of
15 in lieu fees collected pursuant to section 49-543, subsection B, paragraph 2,
16 Arizona Revised Statutes, from anticipated enactments by the forty-seventh
17 legislature, first regular session. The state general fund revenue forecast
18 for fiscal year 2005-2006 also includes \$91,841,500 for disproportionate
19 share revenue. The staff director of the joint legislative budget committee
20 and the governor's office of strategic planning and budgeting may adjust the
21 state general fund revenue forecast for fiscal year 2005-2006 to reflect
22 changes in anticipated fund transfers and in disproportionate share revenue.

23 C. On or before July 25, 2005, the staff director of the joint
24 legislative budget committee and the governor's office of strategic planning
25 and budgeting shall agree on a monthly forecast for fiscal year 2005-2006
26 state general fund revenue. After July 25, 2005, the staff director of the
27 joint legislative budget committee and the governor's office of strategic
28 planning and budgeting may jointly agree to adjust the monthly revenue
29 forecast to reflect technical revisions.

30 D. On or before July 31, 2005, the staff director of the joint
31 legislative budget committee and the governor's office of strategic planning
32 and budgeting shall jointly notify the governor, the president of the senate
33 and the speaker of the house of representatives whether the total fiscal year
34 2004-2005 state general fund revenue, excluding the beginning balance,
35 exceeded the fiscal year 2004-2005 forecast, and, if so, the total revenue
36 amount and the amount above the forecast. The amount in excess of the
37 forecast is appropriated from the state general fund for fiscal year
38 2005-2006 to the budget stabilization fund established by section 35-144,
39 Arizona Revised Statutes.

40 E. On or before February 10, 2006, the staff director of the joint
41 legislative budget committee and the governor's office of strategic planning
42 and budgeting shall jointly notify the governor, the president of the senate
43 and the speaker of the house of representatives whether actual fiscal year
44 2005-2006 state general fund revenue through December 31, 2005, excluding the
45 beginning balance, exceeded the aggregate monthly forecast through December
46 31, 2005 and, if so, the total revenue amount and the amount above the

1 forecast. The amount in excess of the forecast is appropriated from the
2 state general fund for fiscal year 2005-2006 to the budget stabilization fund
3 established by section 35-144, Arizona Revised Statutes.

4 F. On or before July 31, 2006, the staff director of the joint
5 legislative budget committee and the governor's office of strategic planning
6 and budgeting shall jointly notify the governor, the president of the senate
7 and the speaker of the house of representatives whether the total fiscal year
8 2005-2006 state general fund revenue, excluding the beginning balance,
9 exceeded the fiscal year 2005-2006 forecast, and, if so, the total revenue
10 amount and the amount above the forecast. The amount in excess of the
11 forecast, less any amount appropriated pursuant to subsection E of this
12 section, is appropriated from the state general fund for fiscal year
13 2005-2006 to the budget stabilization fund established by section 35-144,
14 Arizona Revised Statutes.

15 Sec. 115. Definition

16 For the purposes of this act, "*" means this appropriation is a
17 continuing appropriation and is exempt from the provisions of section 35-190,
18 Arizona Revised Statutes, relating to lapsing of appropriations.

19 Sec. 116. Definition

20 For the purposes of this act, "***" means this appropriation is
21 available for use pursuant to the provisions of section 35-143.01, subsection
22 C, Arizona Revised Statutes, and is exempt from the provisions of section
23 35-190, Arizona Revised Statutes, relating to lapsing of appropriations until
24 June 30, 2007.

25 Sec. 117. Definition

26 For the purposes of this act, "expenditure authority" means that the
27 fund sources are continuously appropriated monies that are included in the
28 individual line items of appropriations.

29 Sec. 118. Definition

30 For the purposes of this act, "review by the joint legislative budget
31 committee" means a review by a vote of a majority of a quorum of the members.